The official logo of Maryland's 350th anniversary celebration is a stylized shield bearing the arms of the Calvert and Crossland families. The Calverts founded Maryland, and Crossland was the family of the mother of George Calvert, the first Lord Baltimore. The dates 1634-1984 appear in the logo, marking the 350 years of history of the colony and state of Maryland.

The historic Maryland State House is the oldest state capitol in continuous use in the United States, and the only one ever to serve as the nation's capitol. It features the largest wooden dome in the United States, represents the second oldest legislative tradition in America, and still echoes with the footsteps of George Washington, Thomas Jefferson and other famous American patriots.

Maryland's legislative tradition actually began on January 25, 1638, with the first legal session of the Maryland Legislature in St. Mary's City. In 1694, the State capital was moved to Anne Arundel Town on the Severn River, later called Annapolis.

Two events of national importance took place in the Maryland State House during the winter of 1783-1784, while Congress met there.

It was in the original Senate Chamber of the State House that General George Washington resigned his commission as Commander-in-Chief of the Continental Army on December 23, 1783. This historic act set the precedent for civilian, not military, rule in America. Less than one month later, on January 14, 1784, Congress ratified the Treaty of Paris, officially ending the Revolutionary War.

Photo: M. E. Warren

The Maryland colony could not have prospered without the plan outlined in the Maryland Charter, granted to Cecilius Calvert by King Charles I on June 20, 1632. The charter, held by Cecil in a unique portrait that hangs in the State Treasury Building, was written by Cecil's father, George Calvert, who died before it received the King's approval.

The terms of the charter allowed the colony's founder to establish courts, confer titles, sell or rent land, and even wage war - but more importantly, it included the right to make laws "with the assent of the freemen of the province."

This particular clause was one of the first hints of democracy in the New World, kept alive by the Maryland Assembly and later imitated by America's Founding Fathers forging a new nation.

Photo: Michael Walsh

When the first Maryland settlers fled England, they left behind a world where only the very rich could own land. The advantages of private property awaited them in the new colony, specifically included in the Maryland Charter, to prevent the problems of irresponsibility caused by community property practices in Jamestown, Virginia and Plymouth, Massachusetts.

Despite the lucrative European tobacco markets, the founding Calverts also wisely required the Maryland farmers to plant other crops besides the "devil's weed." Thus, Maryland's destiny as a thriving agrarian community was placed squarely in the hands of industrious farmers.

Maryland farmers produced enough crops during their first year to even begin an export trade, and they eventually earned for Maryland the title of "Breadbasket of the Revolution." Today, Maryland agri-business is a billion-dollar industry.

The Godiah Spray Tobacco Plantation at the original settlement of St. Mary's City, Maryland, is a working reconstruction of a seventeenth century tobacco farm.

Photo: Michael Walsh

The *Maryland Dove*, the only fully operational replica of a 17th century sailing ship, is a fitting symbol of Maryland's 350th Anniversary. On March 25, 1634, the settlers sent by Cecilius Calvert, the second Lord Baltimore, on two ships, the *Ark* and the *Dove*, landed on St. Clement's Island in the Potomac River, off what is now St. Mary's County, Maryland.

From gentlemen of fortune to laborers, the earliest Maryland settlers were united by the Calverts' vision of a religious haven in a repressive world. Among their most precious pieces of cargo was a letter hidden in Governor Leonard Calvert's coat which urged the pioneers"...to live together in harmony and peace, and not to allow matters of religion to dominate their associations with one another."

Those words lit a bright candle in the darkness of those intolerant times. It was the inspiration for the passage of the Act Concerning Religion in April, 1649 - the first legislation enacted in the New World setting the principles of religious freedom into law. Thus, Maryland is truly America's cradle of religious freedom, one of the freedoms now guaranteed by the first amendment to the United States Constitution.

Photo: Michael Polnicki

S3685-2

STATE OF MARYLAND

COMPREHENSIVE ANNUAL FINANCIAL REPORT

for the year ended June 30, 1983

PREPARED

by the State Comptroller's Office

Louis L. Goldstein

Comptroller of the Treasury of Maryland

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STATE OF MARYLAND
COMPREHENSIVE ANNUAL FINANCIAL REPORT
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INTRODUCTORY SECTION

STATE OF MARYLAND
SELECTED STATE OFFICIALS

EXECUTIVE

Harry Hughes
Governor

J. Joseph Curran
Lieutenant Governor

Louis L. Goldstein
Comptroller

Stephen H. Sachs
Attorney General

William S. James
Treasurer

JUDICIAL

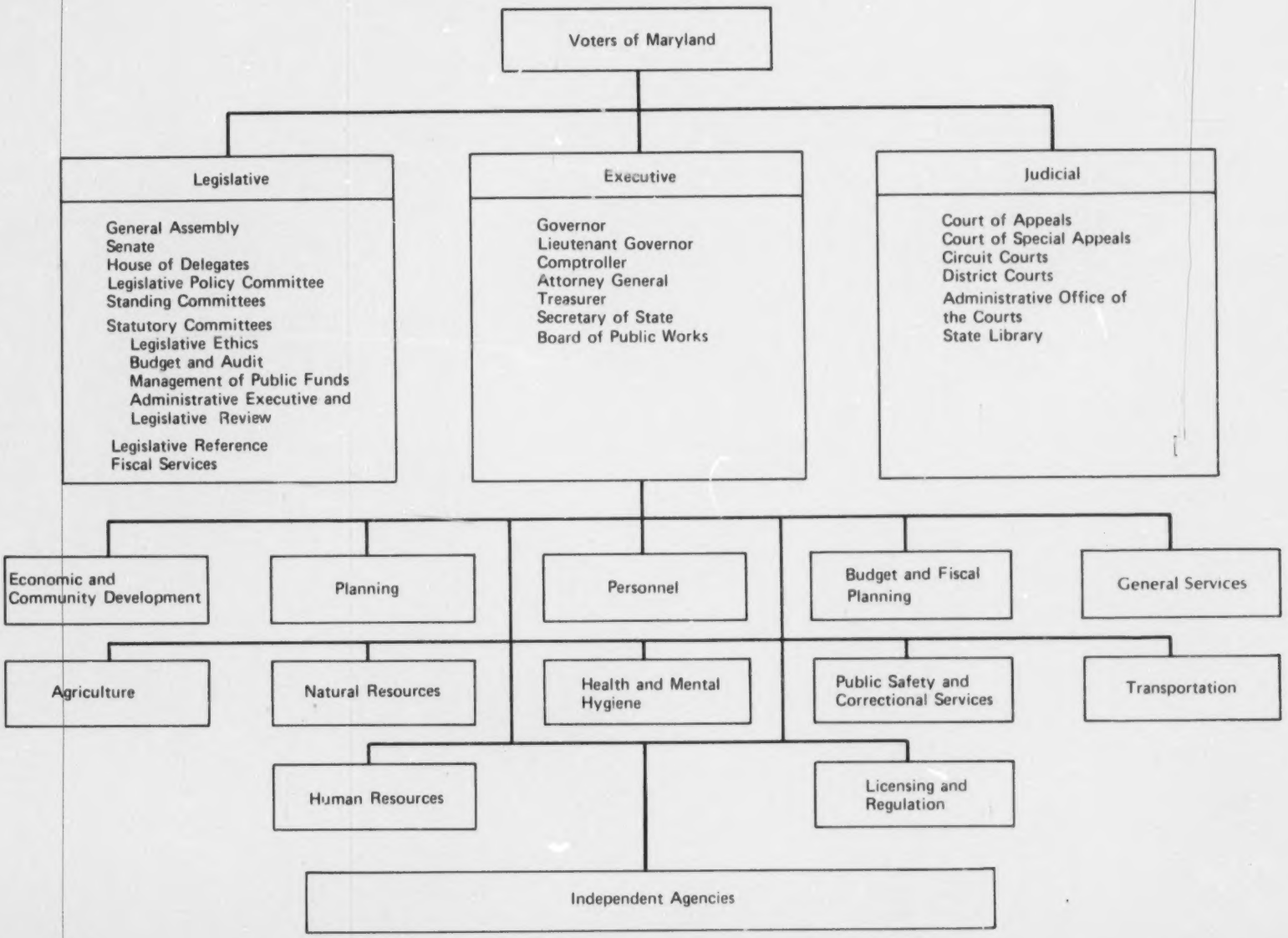
Robert C. Murphy
Chief Judge
Court of Appeals of Maryland

LEGISLATIVE

Melvin A. Steinberg
President of the Senate
(47 Senators)

Benjamin L. Cardin
Speaker of the House of Delegates
(141 Delegates)

Maryland State Government



Reprinted from the Maryland Manual

Certificate of Conformance in Financial Reporting

Presented to

State of Maryland

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 1982

A Certificate of Conformance in Financial Reporting is presented by the Municipal Finance Officers Association of the United States and Canada to governmental units and public employee retirement systems whose comprehensive annual financial reports (CAFR's) are judged to substantially conform to program standards.

Jim C. Kirkland
President

Jeffrey L. Esser
Executive Director

Louis L. Goldstein
Maryland State Comptroller

LOUIS L. GOLDSTEIN
COMPTROLLER OF THE TREASURY
LOUIS L. GOLDSTEIN TREASURY BUILDING
P.O. BOX 466
ANNAPOLIS, MARYLAND 21404-0466
269-3801

December 1, 1983

Honorable Members of the General
Assembly and the Governor
State of Maryland

The Comprehensive Annual Financial Report of the State of Maryland, for the fiscal year ended June 30, 1983, submitted herewith includes financial statements of the State of Maryland as well as information required by Article 19, Section 9 of the annotated code. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the Office of the Comptroller. I believe the data, as presented, is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial position and results of operations of the State as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the State's financial affairs have been included.

Financial and Accounting System

The financial statements contained in this report have been prepared in accordance with generally accepted accounting principles and have been examined by Coopers & Lybrand, whose report thereon is included in this report.

Maryland maintains its accounts to conform to generally accepted accounting principles and also to comply with the legally mandated budget. Financial control is generally exercised under the budgetary system. The State recognizes the difficulties and complexities involved in maintaining dual systems, and it has formed a task force to guide the conversion of budgetary practices into conformity with generally accepted accounting practices.

During the most recent fiscal year, continuing progress was made in converting budgetary practices for governmental fund types. Timing differences between budgetary practices and generally accepted accounting practices were eliminated for the special revenue fund, the debt service funds, and the capital projects fund. Timing differences in the general fund must now be evaluated by the Executive and Legislative branches to determine the method of and timing for conversion to generally accepted accounting principles. Differences in fund structure are continuing to be analyzed by the task force to determine the appropriate approach to conversion.

Differences in timing and fund structure for funds other than governmental fund types are also under review.

The financial statements include the various departments, agencies and other organizational units governed by the General Assembly and/or constitutional officers of the State of Maryland. The following criteria was utilized to determine the entity for the State of Maryland: selection of governing authority, appointment of management, constitutional officers' ability to significantly influence operations and accountability for fiscal operations and scope of public service.

General Governmental Functions

Revenues of the general governmental functions (excluding capital projects) totaled $5,013,166,000 for the fiscal year ending June 30, 1983. This represents an increase of 9.7 percent over revenues for the fiscal year 1982. Income tax, the largest source of revenue, produced 31.1 percent of general governmental revenues compared to 31.7 percent last year. The revenues (amounts expressed in thousands) from various sources and the change from last year are shown in the following tabulation:

Revenue Source	Amount	Percent of Total	Increase (Decrease) Over 1982 Actual	
			Amount	Percent
Income taxes	$1,558,515	31.1%	$106,160	7.3 %
Retail sales and use taxes	865,087	17.3	67,690	8.5
Motor vehicle taxes and fees	518,274	10.3	81,641	18.7
Other taxes	550,664	11.0	40,643	8.0
Other licenses and fees	57,488	1.1	8,062	16.3
Charges for services	185,585	3.7	(7,572)	(3.9)
Interest and other investment income	96,621	1.9	(28,378)	(22.7)
Other	87,588	1.8	6,716	8.3
Federal revenue	1,093,344	21.8	167,220	18.1
Total	$5,013,166	100.0%	$442,182	9.7 %

Of the total income tax revenue for fiscal year 1983, $1,429,401,000 was produced by the individual income tax and $129,114,000 by the corporate income tax, representing an increase of $106,639,000 and a decline of $479,000, respectively, compared to the prior year. The increase in individual income tax revenues of 8.1 percent over the prior year is attributable to population growth and a higher personal income level for the State's taxpayers. The decrease in the corporate income tax revenues of 0.4 percent from the prior year is attributable to recessionary times for businesses, as well as federal tax cuts which also affect the State's tax revenues.

The motor vehicle taxes and fees increased $81,641,000 or 18.7 percent over the previous year. The increase was due to a rise in the motor vehicle fuels tax rate from 9 cents to 11 cents per gallon and an upturn in revenues from the motor vehicle titling tax.

Other licenses and fees increased $8,062,000 or 16.3 percent over 1982. This increase was primarily attributable to increases in the amounts imposed for traffic fines and costs and an increase in the number of violations processed.

Interest and other investment income decreased $28,378,000 or 22.7 percent from the previous year. This decline resulted from a drop in the average yield on maturing investments from 14.5 percent in 1982 to 9.1 percent in 1983.

Federal revenue increased $167,220,000 or 18.1 percent over 1982. This increase resulted in additional federal revenues for transportation, human resources, and other federal programs.

Changes in levels of expenditures (amounts expressed in thousands) for major functions from the previous year are shown in the following tabulation:

Function	Amount	Percent of Total	Increase (Decrease) Over 1982 Actual Amount	Percent
Current:				
General government	$ 217,869	4.3%	$ 11,897	5.8 %
Education	956,799	18.8	22,636	2.4
Human resources	521,613	10.3	56,314	12.1
Health and mental hygiene	1,025,195	20.1	128,452	14.3
Transportation	324,910	6.4	(341,160)	(51.2)
Public safety and judicial	333,387	6.5	47,164	16.5
Economic and community development	21,137	.4	3,899	22.6
Natural resources and recreation	59,487	1.2	5,513	10.2
Agriculture	18,655	.4	1,993	12.0
Personnel and retirement	414,860	8.1	80,135	23.9
Intergovernmental	310,674	6.1	44,509	16.7
Debt service	441,680	8.7	30,367	7.4
Capital outlays for transportation	445,538	8.7	445,538	—
Total	$5,091,804	100.0%	$537,257	11.8 %

Expenditures that were previously reported exclusively for transportation in prior years were divided in fiscal year 1983 between transportation and capital outlays. As a result, expenditures reported only for transportation declined 51.2 percent from 1982. However, expenditures for transportation and capital outlays combined increased $104,378,000 or 15.7 percent over transportation expenditures for 1982. Also, intergovernmental expenditures increased $44,509,000 or 16.7 percent over 1982. These increases were attributable to additional funds provided for transportation related expenditures as a result of the rise in the motor vehicle fuels tax rate and additional motor vehicle titling tax revenues dedicated for such purposes.

Public safety and judicial expenditures increased $47,164,000 or 16.5 percent over 1982. The increase was primarily attributable to increased costs in the operation and expansion of the prison system.

Economic and community development expenditures increased $3,899,000 or 22.6 percent over 1982. The increase was primarily attributable to a $2,500,000 contribution for the establishment of a revolving long-term loan guarantee fund for small business development.

Personnel and retirement expenditures include costs of all benefits for State employees and social security, pension and retirement costs for certain employees of local public schools. In general, the increase in expenditures of $80,135,000 or 23.9 percent over 1982 is attributable to the increase in fringe benefit costs.

Operating transfers in of $208,436,000 increased $95,000 from the preceding year, and operating transfers out of $365,138,000 increased $7,590,000 from the preceding year.

The general fund unreserved fund deficit at June 30, 1983 was $102,314,000 compared to an unreserved fund balance at June 30, 1982 of $91,267,000, a decline of $193,581,000 during the year. This decline was the result of a planned reduction in the budgetary fund balance of $119,091,000 plus growth in the timing differences between budgetary practices and generally accepted accounting principles.

Differences in accounting treatment between generally accepted accounting principles and the legally mandated budget have usually produced an adverse effect upon the general fund operating results and fund balances when they are reported under generally accepted accounting principles. These differences were greater for the general fund in 1983 than those historically experienced. The increase in the difference was attributable to an unanticipated growth in the dollar amount in expected areas such as income tax accruals and accounts payable, rather than to an increase in the number of departures in the budgetary system from generally accepted accounting principles.

Management of financial resources is exercised through the legally mandated budgetary system of the State. As planned, the budgetary system produced a positive general fund balance at June 30, 1983. For further information on these differences, see footnote 3 to the financial statements.

The special revenue unreserved fund balance of $117,912,000 declined $11,510,000 from the preceding year because the excess of expenditures over revenues was slightly higher than the net other sources of financial resources. The debt service unreserved fund balances of $474,479,000 increased $72,197,000 from the prior year. This increase, which is consistent with prior years, is occurring to meet future debt service requirements.

Debt Administration

The ratio of net bonded debt to assessed value and the amounts of bonded debt per capita are considered to be useful indicators of the State's debt position to State management, citizens and investors. These data for fiscal years 1982 and 1983 were as follows:

	Amount (expressed in thousands)	Ratio of Net Bonded Debt to Assessed Value (45.6% of Present Market)	Ratio of Debt to Present Market Value	Bonded Debt Per Capita
General obligation bonds:				
1982	$2,207,660	4.62%	2.16%	$517.62
1983	$2,409,890	4.61%	2.11%	$557.97

Additionally, outstanding limited obligation bonds of the Department of Transportation amounted to $757,200,000 at June 30, 1983. Debt service on these bonds are provided principally by excise taxes levied by statute. Self-supporting revenue bonds outstanding at June 30, 1983 were $828,539,000. Other long-term obligations of $567,168,000 are pension liabilities which represent the excess of retirement costs over retirement expenditures since 1978 and are being funded on a long-term basis through annual contributions, principally from general fund revenue.

In 1978, the Capital Debt Affordability Committee was created to study the State's debt structure and to recommend maximum limitations on annual debt authorizations. Although the recommendations of the Committee are not binding on the State's General Assembly, the amounts of annual general obligation bond authorizations for 1983 were within the limits established by the Committee. For the fiscal year 1983, new general obligation bond authorizations amounted to $190,249,500.

The following tabulation shows the general obligation bonds issued during the past three fiscal years.

State of Maryland—General Obligation Bonds

Date of Issue	Amount	Average Life in Years	Effective Interest Rate	Interest Cost Per Borrowed Dollar
March 1, 1981	$149,095,000	6.9	8.19%	56.3¢
July 1, 1981	91,915,000	10.1	9.20	93.0
November 15, 1981	96,265,000	10.2	11.30	115.6
July 1, 1982	140,495,000	10.4	11.10	115.6
December 1, 1982	126,735,000	10.3	8.37	86.0
June 30, 1983	125,000,000	10.1	8.31	83.9

Maryland's general obligation bonds have been rated Aaa by Moody's Investors Service and AAA by Standard and Poor's for a number of years.

Additionally, limited obligation bonds issued by the Department of Transportation and self supporting revenue bonds issued by enterprise agencies amounted to $74,875,000 and $178,862,000, respectively during 1983.

Cash Management

During the year, temporary surpluses of cash in general governmental funds were invested in repurchase agreements and U.S. Treasury and Agency obligations with maturities ranging from one to 181 days and in time deposits ranging from 180 to 365 days. For the fiscal year ended June 30, 1983 the State's cash resources for general governmental funds were invested as follows: in repurchase agreements, 50.8 percent; in United States Treasury and Agency obligations, 46.4 percent; and in Certificates of Deposits, 2.8 percent. The average yield on maturing investments during the year was 9.1 percent, as compared to 14.5 percent in the prior year, and the amount of interest received was $96,621,000, which was $28,378,000 less than the previous year.

Capital Projects Fund

Proceeds of general obligation bond issues are accounted for in the capital projects fund. Completed projects and uncompleted construction in progress at year end which are assets of the State are capitalized in the general fixed assets account group, the appropriate enterprise fund for self-supporting projects or the higher education and university hospital fund. During fiscal year 1983, state projects costing $84,897,000 were completed. State grants for capital projects of local governments and other public organizations amounted to $99,762,000 in the fiscal year, a decrease of $10,116,000 from 1982 which is primarily attributable to a decline in school construction.

Authorized but unissued general obligation bonds at June 30, 1983, totaled $588,301,000.

Enterprise, Fiduciary, and Higher Education and University Hospital Funds

All enterprise funds reported retained earnings for the year ending June 30, 1983. Only the State Use Industries reported a decline in retained earnings during the year. Overall the increase in retained earnings for enterprise funds during 1983 was $56,156,000 as compared to an increase of $55,694,000 in 1982.

Fiduciary fund types include expendable and nonexpendable trust funds, pension trust fund and agency funds. Agency funds are custodial in nature and do not report fund balances. All other fiduciary fund types reported fund balances of $4,003,318,000 at June 30, 1983, as compared to $3,798,564,000 at June 30, 1982.

The total fund balance for the higher education and university hospital fund was $1,078,998,000 at June 30, 1983, as compared to $1,043,515,000 at June 30, 1982.

General Fixed Assets

The general fixed assets of the State are those used in the performance of general governmental functions and exclude the fixed assets of the proprietary fund type, fiduciary fund types and the higher education and university hospital fund. As of June 30, 1983, the general fixed assets of the State amounted to $2,484,597,000. This amount represents the actual or estimated cost of the assets. Depreciation of general fixed assets is not recognized in the State's accounting system. Infrastructure assets, consisting principally of highways, roads and bridges are not recorded in the general fixed assets.

Audits

The statutes of the State require an audit of every unit of the Executive and Judicial branches of government, including the Comptroller of the Treasury's records, by the Legislative Auditor at least every two years. The Legislative Auditor is required to be and is a certified public accountant. The Legislative Auditor makes fiscal, compliance and performance audits of the various agencies and departments of the State and issues a separate report covering each of those audits. Although certain of those reports include presentations of detailed financial data and contain expressions of opinion thereon, the audits are usually not made for that purpose. The primary purpose of the reports is to present the Legislative Auditor's findings relative to the fiscal management of those agencies and departments.

Additionally, my office requires an examination of the State's combined financial statements by a firm of independent certified public accountants selected by an audit committee composed of members from the

Executive and Legislative branches of State government. This requirement has been complied with, and the auditor's opinion has been included in this report.

Certificate of Conformance

The Municipal Finance Officers Association of the United States and Canada (MFOA) awarded a Certificate of Conformance in Financial Reporting to the State of Maryland for its comprehensive annual financial report for the fiscal year ended June 30, 1982.

In order to be awarded a Certificate of Conformance, a governmental unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Conformance is valid for a period of one year only. We believe our current comprehensive annual financial report continues to conform to Certificate of Conformance Program requirements, and we are submitting it to the MFOA to determine its eligibility for another certificate.

Outlook

The recent national recession has ended and the prospects for future economic growth points to strong revenue prospects for the 1984 fiscal year. Responding to improvements in construction activity, consumer confidence and rising employment statewide, general fund revenues are currently expected to grow at a rate significantly greater than that experienced during the 1983 fiscal year.

Revenues of the special revenue fund (Transportation Trust Fund) were augmented during fiscal year 1983 by increases in the motor fuels tax rate from 9 cents to 11 cents per gallon effective June 1, 1982 and from 11 cents to 13½ cents per gallon effective June 1, 1983. These increases, coupled with a strong upturn in revenues from the motor vehicle titling tax and prospects for an upturn in corporation income tax revenues, will allow future enhancements to State transportation programs during fiscal years 1984 and 1985.

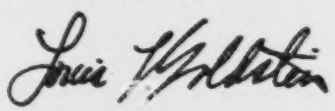
State aid to political subdivisions will be increased during fiscal years 1984 and 1985 through the allocation of net proceeds from a new lotto game during the game's first year of operation.

New bond authorizations to support the 1984 capital budget amounted to $194,999,000. For the third consecutive year the authorizations were within the limit recommended by the Capital Debt Affordability Committee.

While the recently ended recession had an adverse effect on the general fund, other funds were not seriously affected and remain strong. We anticipate the return of a strong economy which, coupled with effective cost containment measures, will result in replenishment of the general fund balance at reasonable levels.

I will be pleased to furnish additional information on the State's finances upon request.

Cordially yours,



Louis L. Goldstein
Comptroller of the Treasury
of Maryland

FINANCIAL SECTION

COOPERS & LYBRAND

CERTIFIED PUBLIC ACCOUNTANTS

The Honorable Louis L. Goldstein
Comptroller of the Treasury of Maryland

We have examined the combined financial statements of the State of Maryland as of and for the year ended June 30, 1983, as listed in the Table of Contents. Our examination was made in accordance with generally accepted auditing standards and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances. We did not examine the financial statements of one loan insurance program and two loan programs of the Maryland Department of Economic and Community Development, Maryland Food Center Authority, Maryland Transportation Authority, Maryland State Lottery, Maryland Environmental Service, and Maryland Higher Education Loan Corporation, which statements reflect total assets, revenues and expenses constituting 98 percent, 95 percent and 90 percent, respectively, of the related combined totals for Enterprise Funds. These statements were examined by other auditors whose reports thereon were furnished to us, and our opinion expressed herein, insofar as it relates to the amounts included for the above mentioned units, is based solely upon the reports of other auditors.

In our opinion, based upon our examination and the reports of other auditors, the combined financial statements referred to above present fairly the financial position of the State of Maryland as of June 30, 1983 and the results of its operations and the changes in financial position of its Enterprise Funds, Nonexpendable Trust Fund and Pension Trust Fund for the year then ended, in conformity with generally accepted accounting principles which have been applied on a basis consistent with that of the preceding year.

Our examination was made for the purpose of forming an opinion on the combined financial statements taken as a whole. The combining financial statements and schedules listed in the Table of Contents are presented for purposes of additional analysis and to meet legal reporting requirements and are not a required part of the combined financial statements of the State of Maryland. Except for the Schedules of Estimated Revenues and General, Special and Federal Fund Appropriations—Budgetary Basis (pages 69 and 70), the information has been subjected to the auditing procedures applied in the examination of the combined financial statements and, in our opinion, is fairly stated in all material respects in relation to the combined financial statements taken as a whole.

The other data included in this report have not been audited by us and, accordingly, we express no opinion on such data.

Coopers & Lybrand

2100 Mercantile Bank &
Trust Building
Baltimore, Maryland 21201
October 21, 1983

COMBINED FINANCIAL STATEMENTS AND SCHEDULES

STATE OF MARYLAND
Combined Balance Sheet
All Fund Types and Account Groups
June 30, 1983
(Expressed in Thousands)

	Governmental Fund Types				Proprietary Fund Type	Fiduciary Fund Types	Account Groups		Higher Education and University Hospital	Total (Memorandum Only)
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Trust and Agency	General Fixed Assets	General Long-Term Debt		
Assets:										
Cash and short-term investments	$ (96,216)	$122,214	$ 36,368	$157,914	$ 295,313	$ 63,781			$ 53,156	$ 632,530
Investments (Note 4)	68,632	17,714	353,969		208,291	3,995,517			39,284	4,683,407
Amount on deposit with U.S. Treasury						128,707				128,707
Taxes receivable (Note 5)	245,020	30,685	7,269			48,365				331,339
Intergovernmental receivables	103,878	77,487			2,128				23,317	206,810
Tuition and patient services, net of allowance of $10,149									33,402	33,402
Other accounts receivable	29,245	17,978			5,230	36,839			3,953	93,245
Due from other funds	2,790					160,323				163,113
Inventories					1,768	46			16,195	18,009
Loans and notes receivable, net (Note 6)	199		89,205	8,851	548,204				23,277	669,736
Loans to other funds	2,000		13,869		6,000					21,869
Property, plant and equipment, net (Note 7)					754,893	180	$2,484,597		1,088,583	4,328,253
Restricted assets (Note 11)					116,048					116,048
Other assets	3,896				29,836				1,641	35,373
Amounts available in debt service fund for retirement of:										
General obligation bonds								$ 118,531		118,531
Transportation bonds								355,948		355,948
Amounts to be provided for:										
Retirement of general obligation bonds								2,291,359		2,291,359
Retirement of transportation bonds								401,252		401,252
Retirement of loans from other funds								6,000		6,000
Retirement of accrued retirement costs								567,168		567,168
Total assets, amounts available and amounts to be provided for retirement of bonds, loans from other funds and accrued retirement costs	$359,444	$266,078	$500,680	$166,765	$1,967,711	$4,433,758	$2,484,597	$3,740,258	$1,282,808	$15,202,099
Liabilities:										
Accounts payable and accrued liabilities	$146,866	$101,003		$ 25,027	$ 21,947	$ 85,038			$ 82,993	$ 462,874
Due to other funds	160,323	2,790								163,113
Accounts payable to political subdivisions	26,386	38,252				92,359				156,997
Local income tax refunds						132,106				132,106
Lottery prizes					15,819					15,819
Accrued insurance and loan losses (Note 12)					3,584	104,200				107,748
Other liabilities					11,604	8,389				19,993
Deferred revenue	77,514				13,342	8,348			13,240	112,444
Loans from other funds (Note 11)					15,869			$ 6,000		21,869
Notes payable (Note 11)					69,131					69,131
Matured bonds and interest coupons payable			$ 1,243							1,243

Liabilities payable from restricted assets (Note 11)					6,743					6,743
Accrued retirement costs								567,168	84,938	652,106
General obligation bonds payable (Note 8)								2,409,890		2,409,890
Transportation bonds payable (Note 9)								757,200		757,200
Revenue bonds payable (Note 11)					805,900				22,639	828,539
Total liabilities	411,089	142,045	1,243	25,027	963,903	430,440		3,740,258	203,810	5,917,815
Commitments and contingencies (Notes 12 and 13)										
Fund Equity:										
Investment in fixed assets							2,484,597		1,085,583	3,570,180
Contributed capital (Note 15)					194,542					194,542
Retained earnings:										
Reserved (Note 11)					118,026					118,026
Unreserved					691,240					691,240
Fund balance:										
Reserved for:										
Encumbrances	48,470	6,121		200,833						255,424
Loans and notes receivable (Note 6)	199		24,958							25,157
Loans to other funds (Note 11)	2,000									2,000
Higher education programs									27,234	27,234
Shore erosion loan program				8,924						8,924
Endowment and similar funds									23,545	23,545
Pension benefits (Note 14)						3,429,417				3,429,417
Workers' compensation benefits						40,481				40,481
Unemployment compensation benefits						171,155				171,155
Unrealized market appreciation on investments						3,521				3,521
Retirement of refunded debt (Note 9)						216,852				216,852
Unreserved:										
Designated for:										
General long-term debt service			118,531							118,531
Transportation debt service			355,948							355,948
Deferred compensation benefits						141,892				141,892
Agency activities	32,248									32,248
Undesignated (deficit)	(134,562)	117,912		(68,019)					(57,364)	(142,033)
Total fund equity (deficit)	(51,645)	124,033	499,437	141,738	1,003,808	4,003,318	2,484,597		1,078,998	9,284,284
Total liabilities and fund equity	$359,444	$266,078	$500,680	$166,765	$1,967,711	$4,433,758	$2,484,597	$3,740,258	$1,282,808	$15,202,099

The accompanying notes to combined financial statements are an integral part of these financial statements.

STATE OF MARYLAND

Combined Statement of Revenues, Expenditures, Other Sources and Uses of Financial Resources and Changes in Fund Balances All Governmental Fund Types and Expendable Trust Funds for the year ended June 30, 1983

(Expressed in Thousands)

	Governmental Fund Types				Fiduciary Fund Types	Total
	General	Special Revenue	Debt Service	Capital Projects	Expendable Trust	(Memorandum Only)
Revenues:						
Income taxes	$1,558,515					$1,558,515
Retail sales and use taxes	865,087					865,087
Motor vehicle taxes and fees		$518,274				518,274
Other taxes	439,889		$110,775		$141,160	691,824
Other licenses and fees	57,488					57,488
Charges for services	73,930	111,655				185,585
Interest and other investment income	49,302	6,450	40,869		35,570	132,191
Contributions					527,681	527,681
Other	85,335	1,437	816			87,588
Federal revenue	804,718	288,626		$ 4,609	106,969	1,204,922
Total revenues	3,934,264	926,442	152,460	4,609	811,380	5,829,155
Expenditures:						
Current:						
General government	217,869					217,869
Education	956,799					956,799
Human resources	521,613				429,052	950,665
Health and mental hygiene	1,025,195					1,025,195
Transportation		324,910				324,910
Public safety and judicial	333,387					333,387
Economic and community development	21,137					21,137
Natural resources and recreation	59,487					59,487
Agriculture	18,655					18,655
Personnel and retirement (Note 14)	414,860				510,864	925,724
Intergovernmental	154,270	156,404		99,762		410,436
Debt service:						
Principal retirement		60,000	192,625			252,625
Interest		5,352	183,703			189,055
Capital outlays		445,538		149,936		595,474
Refunded bond debt service					34,895	34,895
Total expenditures	3,723,272	992,204	376,328	249,698	974,811	6,316,313
Excess (deficiency) of revenues over expenditures	210,992	(65,762)	(223,868)	(245,089)	(163,431)	(487,158)
Other sources (uses) of financial resources:						
Proceeds from bonds and demand notes		80,875		392,230		473,105
Operating transfers in	217,331	68,948	284,991	27,656		598,926
Operating transfers out	(631,289)	(96,682)		(31,938)	(3,432)	(763,341)
Net other sources (uses) of financial resources	(413,958)	53,141	284,991	387,948	(3,432)	308,690
Excess (deficiency) of revenues over expenditures and net other sources (uses) of financial resources	(202,966)	(12,621)	61,123	142,859	(166,863)	(178,468)
Fund balance (deficit), July 1, 1982	143,321	136,654	438,314	(1,121)	696,762	1,413,930
Equity transfer (Note 15)	8,000					8,000
Fund balance (deficit), June 30, 1983	$ (51,645)	$124,033	$ 499,437	$ 141,738	$ 529,899	$1,243,462

The accompanying notes to combined financial statements are an integral part of these financial statements.

STATE OF MARYLAND

Combined Statement of Revenues, Expenditures and Encumbrances, Other Sources and Uses of Financial Resources and Changes in Fund Balances—Budget and Actual— Budgetary General, Special and Federal Funds (Note 3) for the year ended June 30, 1983

(Expressed in Thousands)

	Budgetary Funds								
	General Fund			Special Fund			Federal Fund		
	Final Budget	Actual	Variance Favorable (Unfavorable)	Final Budget	Actual	Variance Favorable (Unfavorable)	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:									
Income taxes	$1,527,223	$1,518,820	$(8,403)	$ 67,711	$ 68,948	$ 1,237			
Retail sales and use taxes	860,215	865,087	4,872						
Other taxes	288,472	284,451	(4,021)	600,598	567,249	(33,349)			
Licenses and fees	39,113	40,823	1,710	112,918	110,690	(2,228)			
Charges for services	51,751	52,982	1,231	508,460	537,852	29,392			
Interest and other investment income	50,850	49,352	(1,498)	7,500	7,790	290			
Other	220,813	218,906	(1,907)	432,822	303,868	(128,954)	$ 100,799	$ 83,245	$ (17,554)
Federal revenue	52,000	48,099	(3,901)		16,365	16,365	1,376,082	1,274,053	(102,029)
Total revenues	3,090,437	3,078,520	(11,917)	1,730,009	1,612,762	(117,247)	1,476,881	1,357,298	(119,583)
Expenditures and encumbrances by major function:									
Payments of revenue to civil divisions of the State	119,950	119,922	28	38,552	35,000	3,552			
Public debt	64,000	64,000		266,491	266,491				
Legislative	18,381	17,926	455						
Judicial review and legal	63,699	63,634	65	229	229		901	789	112
Executive and administrative control	19,335	19,077	258	650	580	70	18,156	17,939	217
Financial and revenue administration	93,048	90,461	2,587	23,345	23,002	343			
Budgetary and fiscal administration	3,392	3,368	24						
Personnel administration, retirement and employee relations	464,930	460,881	4,049	11,972	9,796	2,176	36	36	
State planning	3,294	3,294		736	683	53	1,509	1,509	
General services	22,263	22,213	50	565	561	4	160	122	38
Transportation and highways				847,527	807,922	39,605	527,620	478,390	49,230
Natural resources and recreation	25,733	25,733		42,350	28,448	13,902	10,321	7,407	2,914
Agriculture	9,040	8,988	52	9,264	9,153	111	2,169	1,607	562
Health, hospitals and mental hygiene	723,378	714,601	8,777	21,553	21,079	474	291,781	280,928	10,853
Human resources	224,696	208,933	15,763	1,489	1,489		320,052	299,323	20,729
Licensing and regulation	14,197	14,115	82	3,475	1,477	1,998	2,303	2,288	15
Public safety and correctional services	187,476	187,464	12	22,896	20,180	2,716	2,261	1,487	774
Public education	1,190,712	1,186,816	3,896	421,780	404,781	16,999	282,508	250,352	32,156
Economic and community development	16,004	15,901	103	17,135	8,599	8,536	17,104	15,583	1,521
Reversions:									
Current year reversions	(45,000)		(45,000)						
Prior year reversions		(8,575)	8,575		(2,057)	2,057		(4,180)	4,180
Total expenditures and encumbrances	3,218,528	3,218,752	(224)	1,730,009	1,637,413	92,596	1,476,881	1,353,580	123,301
Changes in encumbrances during fiscal year 1983		66	(66)		7,227	(7,227)		2,973	(2,973)
Total expenditures	3,218,528	3,218,818	(290)	1,730,009	1,644,640	85,369	1,476,881	1,356,553	120,328
Excess (deficiency) of revenues over expenditures	(128,091)	(140,298)	(12,207)		(31,878)	(31,878)		745	745
Other sources (uses) of financial resources:									
Operating transfers in (out)	9,000	17,933	8,933		87	87		(745)	(745)
Excess (deficiency) of revenues over expenditures and other sources (uses) of financial resources	(119,091)	(122,365)	(3,274)		(31,791)	(31,791)			
Fund balance, July 1, 1982	175,235	175,235		$345,045	345,045				
Adjustment (Note 3)				36,016	36,016				
Fund balance, July 1, 1982, restated	175,235	175,235		381,061	381,061				
Fund balance, June 30, 1983	$ 56,144	$ 52,870	$ (3,274)	$ 381,061	$ 349,270	$ (31,791)	$ -0-	$ -0-	$ -0-

The accompanying notes to combined financial statements are an integral part of these financial statements.

STATE OF MARYLAND

Combined Statement of Revenues, Expenses and Changes in Retained Earnings/Fund Balances Enterprise Funds, Nonexpendable Trust Fund and Pension Trust Fund for the year ended June 30, 1983

(Expressed in Thousands)

	Proprietary Fund Type	Fiduciary Fund Types		Total (Memorandum Only)
	Enterprise	Nonexpendable Trust Fund	Pension Trust Fund	
Operating revenues:				
Lottery ticket sales	$462,821			$ 462,821
Charges for services and sales	93,006	$40,408		133,414
Contributions			$ 440,486	440,486
Interest and other investment income	104,895	17,664	252,650	375,209
Other	7,063	5		7,068
Total operating revenues	667,785	58,077	693,136	1,418,998
Operating expenses:				
Prizes and claims	229,482	50,013		279,495
Commissions and bonuses	18,785			18,785
Cost of sales and services	16,175			16,175
Operation and maintenance of facilities	58,574			58,574
General and administrative	31,754	5,197	3,117	40,068
Interest	75,345			75,345
Depreciation and amortization	2,628	42		2,670
Benefit payments and refunds			329,987	329,987
Provision for insurance and loan losses	1,487			1,487
Other	2,151			2,151
Total operating expenses	436,381	55,252	333,104	824,737
Operating income before operating grants and transfers	231,404	2,825	360,032	594,261
Operating grants	19,643			19,643
Operating transfers in	2,401			2,401
Operating transfers out	(198,236)			(198,236)
Net income	55,212	2,825	360,032	418,069
Add: Depreciation of cost of assets acquired from contributed capital	944			944
Increase in retained earnings/fund balance	56,156	2,825	360,032	419,013
Retained earnings/fund balance, July 1, 1982	753,110	32,417	3,069,385	3,854,912
Increase in unrealized market appreciation of investments		8,760		8,760
Retained earnings/fund balance, June 30, 1983	$809,266	$44,002	$3,429,417	$4,282,685

The accompanying notes to combined financial statements are an integral part of these financial statements.

STATE OF MARYLAND
Combined Statement of Changes in Financial Position
Enterprise Funds, Nonexpendable Trust Fund and Pension Trust Fund
for the year ended June 30, 1983
(Expressed in Thousands)

	Proprietary Fund Type	Fiduciary Fund Types		Total (Memorandum Only)
	Enterprise	Nonexpendable Trust Fund	Pension Trust Fund	
Sources of financial resources:				
Operations:				
Net income	$ 55,212	$ 2,825	$360,032	$418,069
Expenses not requiring current outlay of financial resources:				
Depreciation and amortization	2,628	42		2,670
Other	1,140			1,140
Total sources of financial resources from operations	58,980	2,867	360,032	421,879
Retirement of fixed assets	54			54
Increase in accrued insurance and loan losses	1,573	18,200		19,773
Increase in loans from other funds	4,519			4,519
Increase in notes payable	7,721			7,721
Increase in liabilities payable from restricted assets	3,570			3,570
Issuance of revenue bonds payable	178,862			178,862
Contributed capital	29,972			29,972
Other, net	2,278	(760)		1 518
Total sources of financial resources	287,529	20,307	360,032	667,368
Uses of financial resources:				
Increase in investments	42,816	27,628	382,810	453,254
Increase (decrease) in other accounts, loans and notes receivable	71,690	(328)	(14,748)	56,614
Increase in inventories	43	12		55
Acquisition of fixed assets	27,290	83		27,373
Increase in restricted assets	27,335			27,335
Decrease (increase) in accounts payable and accrued liabilities	10,408		(8,030)	2,378
Decrease in due to other funds	3,446			3,446
Decrease in lottery prizes	2,617			2,617
Repayment of notes payable	72,994			72,994
Retirement of revenue bonds payable	12,499			12,499
Return of contributed capital	8,000			8,000
Total uses of financial resources	279,138	27,395	360,032	666,565
Net increase (decrease) in unrestricted cash and short-term investments	$ 8,391	$(7,088)	$ -0-	$ 1,303

The accompanying notes to combined financial statements are an integral part of these financial statements.

STATE OF MARYLAND

Balance Sheet

Higher Education and University Hospital Fund

June 30, 1983

(Expressed in Thousands)

	Current Funds		Loan Funds	Endowment and Similar Funds	Plant Funds	Total
	Unrestricted	Restricted				
Assets:						
Cash and short-term investments	$ 80,884	$(16,197)	$ 1,980	$ 200	$ (13,711)	$ 53,156
Investments (Note 4)	963	44		23,314	14,963	39,284
Intergovernmental receivables		23,317				23,317
Tuition and patient services, net of allowance of $10,149	33,402					33,402
Other accounts receivable	3,914		36		3	3,953
Inventories	16,195					16,195
Loans and notes receivable, net (Note 6)			23,277			23,277
Property, plant and equipment, net (Note 7)					1,088,583	1,088,583
Interfund balances	(23,858)	(431)	(350)	31	24,608	
Other assets	1,641					1,641
Total assets	$113,141	$ 6,733	$24,943	$23,545	$1,114,446	$1,282,808
Liabilities:						
Accounts payable and accrued liabilities	$ 73,242	$ 3,467	$ 60		$ 6,224	$ 82,993
Deferred revenue	12,325	915				13,240
Accrued retirement costs	84,938					84,938
Revenue bonds payable (Note 11)					22,639	22,639
Total liabilities	170,505	4,382	60		28,863	203,810
Commitments and Contingencies (Notes 12 and 13)						
Fund balances:						
Investment in fixed assets					1,085,583	1,085,583
Reserved for:						
Sponsored research		2,351				2,351
Loans to students			24,883			24,883
Endowment and similar funds				$23,545		23,545
Unreserved, undesignated (deficit)	(57,364)					(57,364)
Total fund balance	(57,364)	2,351	24,883	23,545	1,085,583	1,078,998
Total liabilities and fund balance	$113,141	$ 6,733	$24,943	$23,545	$1,114,446	$1,282,808

The accompanying notes to combined financial statements are an integral part of these financial statements.

STATE OF MARYLAND
Statement of Revenues, Expenses, Interfund Transfers, Operating Transfers and Changes in Fund Balances
Higher Education and University Hospital Fund
for the year ended June 30, 1983
(Expressed in Thousands)

	Current Funds		Loan Funds	Endowment and Similar Funds	Plant Funds	Total
	Unrestricted	Restricted				
Revenues:						
Student tuition and fees	$148,998				$ 1,120	$ 150,118
Patient service revenue	145,412					145,412
Federal grants and contracts	20,199	$ 80,743	$ 1,051		135	102,128
State and local grants and contracts	1,743	7,857				9,600
Private gifts, grants and contracts	2,808	12,271	17	$ 1,960	80	17,136
Sales and services	99,649					99,649
Investment income	590	610		462	1,638	3,300
Realized gains on endowment investments				878	1,583	2,461
Interest on loans receivable			709			709
Other	1,376		867		10	2,253
Total revenues	420,775	101,481	2,644	3,300	4,566	532,766
Expenses and other deductions:						
Educational and general:						
Instruction	246,654	759				247,413
Research	27,364	69,841				97,205
Public service	14,152	449				14,601
Academic support	19,450	18				19,468
Student services	35,913	3,084	324			39,321
Institutional support	69,240	237				69,477
Scholarships and fellowships	6,334	23,724				30,058
Operation and maintenance of plant	68,464					68,464
Auxiliary enterprises	78,243					78,243
Hospital	161,789	3,487	1,561			166,837
Non-capitalized expenditures for plant facilities					10,799	10,799
Disposal of property, plant and equipment					14,064	14,064
Interest on indebtedness					1,083	1,083
Other	73			84	343	500
Total expenses and other deductions	727,676	101,599	1,885	84	26,289	857,533
Higher Education and University Hospital interfund transfers—in (out):						
Mandatory:						
Principal and interest on revenue bonds	(356)				356	
Loan fund matching grant	(116)		116			
Non-mandatory:						
Remodeling, renewals and replacements	(30,760)				30,760	
Other	(76)		76			
Pooled construction fund	(8,060)				8,060	
Total Higher Education and University Hospital interfund transfers	(39,368)		192		39,176	
Operating transfer from State's general and capital projects funds	335,081				25,169	360,250
Net increase (decrease) in fund balance	(11,188)	(118)	951	3,216	42,622	35,483
Fund balance (deficit), July 1, 1982	(46,176)	2,469	23,932	20,329	1,042,961	1,043,515
Fund balance (deficit), June 30, 1983	$ (57,364)	$ 2,351	$24,883	$23,545	$1,085,583	$1,078,998

The accompanying notes to combined financial statements are an integral part of these financial statements.

1. Financial Statements and Descriptions of Funds and Account Groups:

A. Financial Statements:

The accompanying financial statements of the State of Maryland present the financial position of the various fund types and account groups, the results of operations of the various fund types, and the changes in financial position of the enterprise funds, nonexpendable trust fund and pension trust fund.

The financial statements include the various departments, agencies and other organizational units governed by the General Assembly and/or constitutional officers of the State of Maryland. The following criteria, as defined in National Council of Governmental Accounting Statement Number 3, were utilized to determine the entity for the State of Maryland: selection of governing authority, appointment of management, constitutional officers' ability to significantly influence operations, accountability for fiscal operations and scope of public service.

B. Fund Accounting:

The financial activities are recorded in individual funds classified by type and described below. The financial position and operations of each fund are accounted for in separate self-balancing accounts which represent the fund's assets, liabilities, equity, revenues and expenditures or expenses.

GOVERNMENTAL FUND TYPES

General Fund:

Transactions related to resources obtained and used for those services traditionally provided by a state government, which are not accounted for in other funds, are accounted for in the general fund. These services include, among other things, general government, public safety and judicial, health and mental hygiene, human resources, licensing and regulation, and education (other than higher education institutions). Resources obtained from federal grants and used for activities accounted for in the general fund consistent with applicable legal requirements are recorded in the general fund.

Special Revenue Fund:

Transactions related to resources obtained, the uses of which are restricted to specific purposes, are accounted for in the special revenue fund. The special revenue fund includes resources used for operations (other than debt service) of the Maryland Department of Transportation Trust Fund, including construction or improvement of transportation facilities.

Debt Service Funds:

Transactions related to resources obtained and used for the payment of interest and principal on general long-term debt obligations and transportation debt (other than Maryland Transportation Authority revenue bonds) are accounted for in debt service funds.

Capital Projects Fund:

Transactions related to resources obtained and used for the acquisition, construction or improvement of certain capital facilities, including those provided to political subdivisions and other public organizations are accounted for in the capital projects fund. Such resources are derived principally from proceeds of general obligation bond issues, federal grants and operating transfers from the State's general fund.

The State enters into long-term contracts for construction of major capital projects and records the commitments as encumbrances. The State pays the cost of capital projects principally from resources obtained from general obligation bond proceeds, operating transfers from the general fund and federal grants. These resources are received, in many cases, after the long-term contracts are executed and recorded as encumbrances. Accordingly, the undesignated fund balance of the capital projects fund reflects a deficit. This deficit will be funded by future bond proceeds and capital appropriations from the general fund (see Note 8).

PROPRIETARY FUND TYPE

Enterprise Funds:

The enterprise funds include:

1. Economic Development:

   Direct loan and loan insurance programs of the Maryland Department of Economic and Community Development.

2. Maryland Food Center Authority which owns and operates warehouse facilities for use by wholesale food distributors.

3. Maryland Transportation Authority which constructs, maintains and operates transportation toll facilities.

4. Maryland State Lottery which operates the State Lottery.

5. Maryland Environmental Service which constructs, maintains and operates water supply and liquid and solid waste disposal facilities.

6. State Use Industries which utilizes inmate labor from State correctional institutions to manufacture goods, wares and merchandise to be sold to State Agencies, political subdivisions and charitable, civic, educational, fraternal or religious associations or institutions.

7. Maryland Higher Education Loan Corporation which assists resident students in meeting costs of attending approved institutions by guaranteeing loans made by commercial lenders.

FIDUCIARY FUND TYPES

Transactions related to assets held by the State in a trustee or agency capacity are accounted for in fiduciary fund types. Fiduciary fund types are comprised of:

1. *Expendable Trust Funds:*

   a. *Deferred Compensation Plan:*
   This fund accounts for the amounts withheld from employees and invested in the plan as the employee has directed. Assets of this fund aggregating $141,892,000 are available to the general creditors of the State.

   b. *Refunded Transportation Debt:*
   This fund accounts for the investment income and refunded bond debt service expenditures pertaining to Consolidated Transportation Bonds and County Transportation Bonds which were refunded in 1978.

   c. *Employment Security Administration:*
   This fund accounts for the unemployment taxes collected from employers and federal revenue received and remittence of benefits to the unemployed.

   d. *Federal Payroll Taxes:*
   This fund accounts for the federal payroll taxes withheld from state and its political subdivision employees and remitted to the federal government.

2. The nonexpendable trust fund reflects the transactions, assets, liabilities and fund equity of the State Accident Fund. The fund was established to provide workers' compensation insurance for participating employers in the State, including the State of Maryland.

3. The pension trust fund reflects the transactions, assets, liabilities and fund equities of the State administered retirement and pension systems.

4. Agency funds account for the receipt and expenditure of various taxes and federal grant proceeds collected by the State for distribution to its political subdivisions and patient and prisoner accounts.

ACCOUNT GROUPS

General Fixed Assets Account Group:

General fixed assets acquired or constructed for use by the State in the conduct of its activities, other than activities accounted for in the proprietary fund type, the nonexpendable trust fund and higher education and university hospital fund are reflected in the general fixed assets account group at the time of acquisition. As of June 30, 1980 the State established and recorded in the general fixed assets account group the estimated cost of general fixed assets based on available historical cost records. Activity subsequent to June 30, 1980 is recorded at cost. Donated fixed assets are recorded at their fair market value at the time donated. Infrastructure assets, consisting principally of highways, roads and bridges are not recorded in the general fixed assets account group.

General Long-Term Debt Account Group:

Unmatured long-term general obligation and transportation bonds payable, noncurrent interfund loans payable and accrued retirement costs related to general governmental activities are reflected in the general long-term debt account group.

HIGHER EDUCATION AND UNIVERSITY HOSPITAL FUND

Transactions related to the financial activities of State higher education institutions and the University of Maryland Hospital are accounted for in the higher education and university hospital fund. The financial statements of this fund have been prepared in accordance with the American Institute of Certified Public Accountants' "Industry Audit Guide—Audits of Colleges and Universities" and, accordingly, are presented in a separate column in the combined balance sheet.

2. Summary of Significant Accounting Policies:

A. *All Funds:*

Cash and Short-Term Investments:

Substantially all cash and short-term investments are maintained by the State Treasurer on a pooled basis. Certain funds have disbursed funds in excess of their equity in the cash and short-term investments.

Grants:

Federal grants and assistance awards made on the basis of entitlement periods are recorded as intergovernmental revenues when entitlement occurs. All other Federal reimbursement type grants are recorded as revenues when the related expenditures, or expenses, are incurred.

Retirement Costs:

Substantially all State employees participate in one of seven State retirement systems (see Note 14). The State also provides retirement benefits to teachers and certain other employees of its political subdivisions. Retirement expenditures for governmental fund types represent amounts contributed by the State for the fiscal year. The excess amounts of actuarially determined retirement costs over the amounts recorded as expenditures are carried in the general long-term debt account group. For the proprietary fund type and higher education and university hospital fund, retirement costs have been provided on the accrual basis predicated on actuarial valuations. The excess of retirement costs provided over amounts funded is carried as a liability in the respective funds.

Employee Benefit Costs:

Substantially all expenditures for pension, health and Federal Social Security benefits of governmental fund types, including approximately $267,000,000 of expenditures applicable to teachers and other employees of political subdivisions, are reported as personnel and retirement expenditures in the general fund. Material benefit costs applicable to the proprietary fund type and higher education and university hospital fund are reflected as expenses in the appropriate funds.

Principally all full-time employees accrue annual leave based on the number of years employed up to a maximum of 25 days per calendar year. Earned annual leave may be accumulated up to a maximum of 35 days as of the end of each calendar year. As of June 30, 1983, accumulated earned but unused annual leave for employees whose activities are accounted for in governmental fund types aggregated approximately $59,000,000. Liabilities for accumulated earned but unused annual leave applicable to proprietary fund type and higher education and university hospital fund are reported in the respective funds.

Interfund Receivables and Payables:

Interfund receivables and payables consist of the following at June 30, 1983 (amounts expressed in thousands):

General fund:	
Due from:	
Special revenue fund	$ 2,790
Due to:	
Expendable trust funds—	
Federal payroll taxes	$ 11,915
Agency fund—local income taxes	148,408
	$160,323

Total Memorandum Only:

The "Total Memorandum Only" column represents an aggregation of the individual combined financial statements and does not represent consolidated financial information.

B. Governmental Fund Types, Expendable Trust and Agency Funds:

Basis of Accounting:

The accounts of the general, special revenue, debt service, capital projects, expendable trust and agency funds are maintained and reported using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are susceptible to accrual and recognized in the financial statements when they are measurable and available to finance operations during the year or liquidate liabilities existing at the end of the year. Material revenues susceptible to accrual include federal grants, income, sales and motor vehicle fuel and excise taxes. Expenditures are recognized when obligations are incurred as a result of receipt of goods and services. Modifications to the accrual basis of accounting include:

- Interest on long-term obligations reflected in the general long-term debt account group is recognized in the debt service funds when it becomes payable.
- Inventories of materials and supplies are recorded as expenditures when purchased. Such inventories are not material.
- Obligations for employees' vested annual leave and sick leave are recorded as expenditures when paid.
- Encumbrances, represented by executed and unperformed purchase orders and contracts which are approved by the Department of Budget and Fiscal Planning, are recorded as reservations of fund balance as of the end of the fiscal year.

Investments

Investments are stated at cost, adjusted for amortization of premiums and accretion of discounts, plus accrued income. Short-term investments aggregating $454,436,000 (which approximates market value) at June 30, 1983, consisting principally of U. S. Government Securities purchased with agreements to resell, are reported as cash and short-term investments in governmental fund types.

Intergovernmental Expenditures:

Expenditures of general and special revenue fund revenues designated for payment to political subdivisions and bond proceeds granted to political subdivisions and other public organizations are recorded as intergovernmental expenditures. Direct grants and other payments to, or on behalf of, political subdivisions are recorded as current expenditures.

Capital Outlays:

Principally all capital expenditures for the acquisition or construction of State general fixed assets are reported as capital outlays in the capital projects fund.

Reserved and Designated General Fund Balances:

Loans receivable maturing after June 30, 1984 in the amount of $2,199,000 are deemed to be not available for current operations, accordingly, the amount has been reflected as a reservation of general fund balance.

General fund balance of $32,248,000 at June 30, 1983, representing non-budgeted agency resources, was designated for specific agency activities and programs.

Expendable Trust Fund Balances:

Fund balances of expendable trust funds are restricted to the purpose of the fund and are reported as fund balance reserves.

C. Enterprise Funds and Nonexpendable and Pension Trust Funds:

Basis of Accounting:

The accounts of the enterprise funds, nonexpendable trust fund and pension trust fund are maintained and reported using the accrual basis of accounting.

Investments:

Investments of enterprise funds and the pension trust fund are stated at cost, adjusted for amortization of premiums and accretion of discounts, plus accrued income. Short-term investments aggregating $226,370,000 (which approximates market) at June 30, 1983, consisting principally of U. S. Government Securities purchased with agreements to resell, are reported as cash and short-term investments in the enterprise funds.

Short-term investments of the State Accident Fund are stated at cost, adjusted for amortization of premiums and accretion of discounts, plus accrued income. Short-term investments aggregating $28,753,000 (which approximates market) at June 30, 1983, consisting of U. S. Treasury Bills and commercial paper, are reported as cash and short-term investments. Other investments of the State Accident Fund which are held for trading purposes and are not intended to be held until maturity are stated at their market value of $128,261,000 (cost—$124,740,000). Realized gains and losses from the sale of other investments are credited or charged to income. Changes in unrealized market appreciation or depreciation are credited or charged to fund equity. Unrealized market appreciation or depreciation on other investments is reflected as a reservation of fund equity.

Property, Plant and Equipment:

Significant property, plant and equipment of enterprise funds are stated at cost.

The cost of property, plant and equipment used in the administration of Economic Development activities is charged to operations in the period acquired. Such amounts are not material.

Depreciation of the cost of property, plant and equipment of the Maryland Food Center Authority, Maryland State Lottery, State Use Industries, Maryland Higher Education Loan Corporation and the nonexpendable trust fund is provided on the straight-line basis over estimated useful lives of 25 to 50 years for depreciable real property, 5 to 10 years for building improvements and 3 to 10 years for equipment. Repairs and maintenance are charged to operations in the period incurred. Replacements, additions and betterments are capitalized.

In accordance with retirement-replacement-betterment accounting principles the cost of toll facilities is not depreciated. Repairs, maintenance and replacements are charged to operations in the period incurred. Additions and betterments are capitalized.

The cost of property, plant and contributed equipment of the Maryland Environmental Service is not depreciated and such amount is not material in relation to the combined enterprise funds. Depreciation of the cost of purchased equipment is provided on the straight-line basis over an estimated useful life of three years. Repairs and maintenance are charged to operations in the period incurred. Replacements, additions and betterments are capitalized.

Lottery Revenues and Prizes:

Revenues and prizes of the Maryland State Lottery are generally recognized as drawings are held. Certain prizes are payable in deferred installments. Such liabilities are recorded at the present value of amounts payable in the future.

Provisions for Insurance and Loan Losses:

Current provisions are made for estimated losses resulting from insurance of loans and uncollectible loans. Loss provisions are based on the current status of insured and direct loans, including delinquencies, economic conditions, loss experience, estimated value of collateral and other factors which may affect their realization.

Workers' compensation claims are recognized as expenses in the period incurred. Annually, the consulting actuary for the State Accident Fund estimates the liability for injuries incurred but not reported, the future liability on claims before the commission, and permanent awards. These liabilities are reported as accrued insurance losses.

Inventories:

Inventories of the Maryland Transportation Authority, State Use Industries and the nonexpendable trust fund are stated at the lower of cost, using the first-in, first-out method, or market.

Enterprise Funds Reserved Retained Earnings:

Retained earnings of the Maryland Transportation Authority in the amount of $115,305,000 is reserved for the payment of debt service related to the revenue bonds, major project maintenance requirements and improvements, betterments, enlargements, or capital additions.

Retained earnings of the Maryland State Lottery in the amount of $2,358,000 is reserved for the payment of unclaimed prizes.

Retained earnings of the Maryland Higher Education Loan Corporation in the amount of $363,000 is reserved for the purchase of defaulted loans.

Nonexpendable and Pension Trust Fund Balances:

Fund balances of nonexpendable and pension trust funds are restricted to the purpose of the fund and are reported as fund balance reserves.

D. Higher Education and University Hospital Fund:

Basis of Accounting:

The accounts of the higher education institutions and the University of Maryland Hospital are maintained and reported on the accrual basis of accounting.

Fund Accounting:

The financial activities of the higher education institutions and the University of Maryland Hospital are recorded in funds which classify the various transactions by specified activities or objectives. Fund balances of such funds are reported as reserved for higher education programs and higher education general endowment and similar funds.

Unrestricted revenue is accounted for in the current unrestricted fund. Restricted gifts, grants, endowment income and other restricted resources are accounted for in the current restricted fund, loan funds, endowment and similar funds and plant funds. Revenue and expenses are reported in the current restricted fund when financial resources are used for the current operating purposes for which they have been provided. Transactions related to the various student loan programs operated by the educational institutions are accounted for in loan funds. Resources dedicated to the acquisition and investment in property, plant and equipment are accounted for in the plant funds. To the extent current funds are used to finance plant assets, the amounts so provided are accounted for as (1) expenses, in the case of normal replacement of movable equipment and library books; (2) mandatory transfers, in the case of required provisions for debt repayment and interest and equipment renewals and replacements; and (3) transfers of a nonmandatory nature in all other cases.

General endowment funds are subject to the restrictions of gift instruments requiring the principal be invested in perpetuity and the income only be utilized. Term endowment funds are similar to general endowment funds except, upon the passage of a stated period of time or the occurrence of a particular event, all or part of the principal may be expended. Quasi-endowment funds have been established for the same purposes as general endowment funds, except any portion of quasi-endowment funds may be expended. The balances of the fund groups which comprise the endowment and similar funds are general endowment $19,485,000, term endowments $35,000, and quasi-endowments $4,025,000.

Investments:

Investments of the higher education institutions are stated at cost, adjusted for amortization of premiums and accretion of discounts, plus accrued income.

Student and Patient Revenues:

Student tuition and fees are fully recognized as revenues in the fiscal year in which the related courses or activities are principally conducted. Student tuition and fees applicable to future courses and activities and collected as of the end of the fiscal year are recorded as deferred revenue.

Patient revenues are recognized at the time of service, net of allowances applicable to third party payers, charity and bad debts in the amount of $22,268,000.

Accounts and Notes Receivable:

An allowance for doubtful receivables is provided for estimated losses expected to be incurred in collection. The estimated losses are based on historical collection experience and a review of the status of existing receivables.

Inventories:

Inventories are stated at the lower of cost, using the first-in, first-out method, or market.

Plant:

Property, plant and equipment is stated principally at cost at date of acquisition or fair value at date of donation in the case of gifts. Consistent with generally accepted accounting principles for colleges and universities, depreciation is not provided for the cost of plant assets, except for those of the hospital. Depreciation of the cost of the hospital's plant for 1983, in the amount of $3,854,000 is computed on the straight-line method over the estimated useful lives of the assets. The balance of the fund groups in the plant funds includes $2,998,000 of unexpended plant funds at June 30, 1983.

Operating Transfers from State's General Fund:

A substantial portion of the higher education and university hospital fund's current unrestricted expenses, including current payments for retirement costs and fringe benefits, are funded through appropriations from the general fund at the time the expenses are encumbered or paid. The excess of retirement costs provided over the amounts currently funded ($12,798,000 in the current year and $84,938,000 since July 1, 1978) has been accrued in the balance sheet of the higher education and university

hospital fund. The resources for payment of the accrued retirement costs, which are expected to be funded principally through future state appropriations, are not expected to be provided until the retirement costs are paid.

Included in current unrestricted fund expenses and operating transfers from the State's general fund is $67,673,000 which represents the amount of pension and fringe benefits costs paid during the 1983 fiscal year by the Department of Personnel on behalf of the higher education and university hospital fund.

3. Budgeting and Budgetary Control:

The Maryland Constitution requires the Governor to submit to the General Assembly an annual balanced budget for the following fiscal year. This budget is prepared and adopted for the following three Budgetary Funds:

General Fund:

The General Fund is the fund in which all general transactions of the State are recorded, unless otherwise directed to be included in another fund.

Special Fund:

The Special Fund includes all of the transportation activities of the State (except for the Maryland Transportation Authority which is not accounted for in the budgetary system), dedicated funds such as university and college students' fees, fishery and wildlife funds, shared taxes and payments of debt service on general obligation bonds.

Effective July 1, 1982, the accounting treatment for loans and notes receivable in the Budgetary Special Fund was changed to recognize the revenue on an accrual basis in accordance with generally accepted accounting principles. The beginning fund balance has been restated to reflect this change.

Federal Fund:

The Federal Fund is the fund in which principally all grants from the Federal government are recorded.

In addition to the annual budget the General Assembly adopts authorizations for the issuance of general obligation bonds and the expenditures of the funds obtained thereby are accounted for in the capital projects fund. Because capital projects fund authorizations are not part of the annual budget, capital projects fund activities are not presented in the Combined Statement of Revenues, Expenditures and Encumbrances, Other Sources and Uses of Financial Resources and Changes in Fund Balances—Budget and Actual—Budgetary General, Special and Federal Funds.

All State budgetary expenditures for the general, special and federal funds are made pursuant to the appropriations in the annual budget, as amended from time to time by budget amendments. State governmental units may, with the Governor's approval, amend the appropriations by major function within the general fund, provided they do not exceed their total general fund appropriations as contained in the annual budget. Increases in general fund appropriations must be approved by the General Assembly. For the fiscal year ended June 30, 1983 the General Assembly approved increases in General Fund appropriations aggregating $2,889,000. Appropriations for programs funded in whole or in part from the special or federal funds may permit expenditures in excess of original special or federal fund appropriations to the extent that revenues from the particular special or federal fund sources exceed original budget estimates and such additional expenditures are approved by the Governor or, in the case of the University of Maryland, the Board of Public Works. Unexpended appropriations from the general fund may be carried over to succeeding years to the extent encumbrances are approved by the Department of Budget and Fiscal Planning. Unexpended appropriations from special and federal funds may be carried over to the extent of (a) available resources, and (b) encumbrances approved by the Department of Budget and Fiscal Planning.

The amended annual budget adopted by the General Assembly for the general, special and federal funds is presented in the Combined Statement of Revenues, Expenditures and Encumbrances, Other Sources and Uses of Financial Resources and Changes in Fund Balances—Budget and Actual—Budgetary General, Special and

Federal Funds. The State's budgetary fund structure and the basis of accounting used for budgetary purposes, which is the modified accrual basis with certain exceptions, differs from that utilized to present financial statements in conformity with generally accepted accounting principles. A summarization of the effect of the fund structure differences and exceptions to the modified accrual basis of accounting (amounts expressed in thousands) as of June 30, 1983 follows:

		Financial Statement Funds						
	Budgetary Fund Equities Total	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Trust and Agency	Higher Education and University Hospital
Classification of budgetary fund equities into GAAP fund structure:								
General	$ 52,870	$ 52,786			$ (273)	$ (5,722)	$ 194	$ 5,885
Special revenue	349,270	42,978	$120,064	$143,489	8,917	20,269	20	13,533
Capital projects	188,569				131,056	57,513		
Other	851,435	32,248	3,969	355,948	2,038	74,418	364,940	17,874
Budgetary fund equities classified into GAAP fund structure	$1,442,144	128,012	124,033	499,437	141,738	146,478	365,154	37,292
Additional net assets of agencies whose accounting systems are not entirely maintained by the Comptroller (a)						857,330	3,638,164	1,041,706
Accounting principle differences:								
Assets recognized in the GAAP financial statements not recognized for budgetary purposes:								
Intergovernmental receivables		9,133						
Liabilities recognized in GAAP financial statements not recognized for budgetary purposes:								
Accounts payable and accrued liabilities		(24,268)						
Deferred income tax revenue		(5,706)						
Local income taxes payable to local income taxes agency fund		(148,408)						
Payroll taxes payable to federal payroll taxes expendable trust fund		(10,408)						
GAAP financial statement fund equities, June 30, 1983		$(51,645)	$124,033	$499,437	$141,738	$1,003,808	$4,003,318	$1,078,998

(a) The State's accounting system is maintained by the Comptroller in compliance with State Law and in accordance with the State's Budgetary Funds. In addition to the accounting systems maintained by the Comptroller, certain individual agencies which are not subject to the State budget maintain accounting systems which permit financial reporting on the basis of generally accepted accounting principles. These agencies constitute all activities reported in the enterprise, trust and agency and higher education and university hospital fund. In certain instances these agencies deposit funds with the State Treasurer and in such instances accountability for such funds is maintained in the budgetary other fund.

4. Investments:

Investments (amounts expressed in thousands) as of June 30, 1983 consisted of:

	Funds					
	General	Special Revenue	Debt Service	Enterprise	Fiduciary Fund Type	Higher Education and University Hospital
U. S. Treasury and Agency obligations	$43,738	$17,714	$353,969	$165,802	$ 245,272	$20,418
Certificates of deposit	24,894			9,184		58
Commercial paper					258,583	2,317
Corporate debt securities					1,628,131	2,457
Corporate equity securities					1,628,963	12,952
Annuity contracts				14,238	133,474	
Other				19,067	101,094	1,082
Total	$68,632(a)	$17,714(a)	$353,969(b)	$208,291(a)	$3,995,517(c)	$39,284(d)

(a) Market value approximates cost.

(b) The Department of Transportation, (Department) on behalf of the Consolidated Transportation Refunding Bond Sinking Fund and the County Transportation Refunding Bond Sinking Fund, has entered into federal securities purchase agreements with banks thereby reducing the market risk to the Department. Under these agreements the Department is required to invest a total of $246,000,000 of Sinking Fund deposits over the first five and one-half years of the Bond issues. The invested funds are used to purchase federal securities from the banks at predetermined yields and ranges of maturities. Investment maturities are scheduled in accordance with bond redemption provisions and the Department anticipates that all investments will be held until maturity. As of June 30, 1983, investment cost exceeded market value by approximately $49,000,000; however, no decline in investment market value has been recognized in the financial statements since the Department intends to hold the investments until maturity.

(c) Market value approximates $4,354,805,000.

(d) Principally all assets of the higher education endowment and similar funds are pooled on a market value basis. Each fund subscribes to or disposes of units on the basis of the per unit market value at the beginning of the calendar quarter within which the transaction takes place. At June 30, 1983, the fund consisted of 197,919 units, each unit having a market value of $141.29.

The following tabulation summarizes changes in the relationship between cost and market of the pooled net assets (amounts expressed in thousands) and the change in market value per unit for the year ended June 30, 1983:

	Pooled Net Assets		Excess (Deficiency) of Market Over Cost	Market Value Per Unit
	Market	Cost		
End of year	$27,965	$22,480	$5,485	$141.27
Beginning of year	18,768	19,295	(527)	104.14
Unrealized net market appreciation for year			6,012	
Realized net gains for year			880	
Total change in excess of market over cost for year			$6,892	$ 37.13

5. Taxes Receivable:

Taxes receivable (amounts expressed in thousands), as of June 30, 1983 consisted of the following:

	Funds			
	General	Special Revenue	Debt Service	Trust and Agency
Income taxes, current employee withholdings held by employers	$164,457			
Retail sales and use taxes, current taxes held by collectors	77,726			
Transportation taxes, principally motor vehicle fuel and excise		$30,685		
Unemployment compensation taxes				$48,365
Other taxes, principally alcohol, tobacco and property	2,837		$7,269	
Total	$245,020	$30,685	$7,269	$48,365

6. Loans and Notes Receivable:

Loans and notes receivable (amounts expressed in thousands), as of June 30, 1983 consisted of the following:

	Funds				
	General	Debt Service	Capital Projects	Enterprise	Higher Education and University Hospital
Notes receivable for advances of general obligation bond proceeds:					
Political subdivisions:					
Public school construction		$33,114			
Other		17,004			
Hospitals and nursing homes		38,980			
Construction mortgage loans				$ 27,410	
Permanent mortgage loans				520,564	
National direct student loans					$24,363
Health profession loans					6,521
Shore erosion loans			$8,851		
Other	$199	212		230	592
	199	89,310	8,851	548,204	31,476
Less allowance for possible loan losses		105			8,199
Loans and notes receivable, net	$199	$89,205	$8,851	$548,204	$23,277

Notes receivable for advances of general obligation bond proceeds bear interest at rates ranging from 3% to 11.1% and mature over the next 30 years. Notes receivable maturing after 1998 in the amount of $24,958,000 are deemed to be not available for debt service because all related general obligation bonds are scheduled to be retired by that date. Accordingly, the amount has been reflected as a reservation of debt service fund balance. Such amounts will become available to fund debt service when the due date of the outstanding amounts becomes equal to or less than the maturity dates of general long-term debt.

Construction mortgage loans receivable are subject to commitments from other lenders to purchase the loans upon completion of construction. Proceeds from payments of principal and interest on the construction and permanent mortgage loans are pledged to meet the debt service requirements of the mortgage revenue bonds (see Note 11).

National direct student loans and health profession loans are made pursuant to student loan programs funded through the U.S. Government.

7. Property, Plant and Equipment:

Property, plant and equipment (amounts expressed in thousands) consisted of the following as of June 30, 1983:

Enterprise Funds:

	Depreciable Assets	Non-Depreciable Assets
Land and improvements (includes land being held for sale of $2,520)		$ 4,346
Structures and improvements	$12,486	721,277
Equipment	12,209	316
Construction in progress		9,136
	24,695	735,075
Less accumulated depreciation	4,877	
Total	$19,818	$735,075

Nonexpendable Trust Fund:

Land	$ 48
Equipment, net of accumulated depreciation of $149	132
Total	$ 180

General Fixed Assets:

General Fixed Assets activity by asset classification for the year ended June 30, 1983 is as follows (amounts expressed in thousands):

Classification	Balance July 1, 1982	Additions	Deletions	Transfers in (out)	Balance June 30, 1983
Land and improvements	$ 322,284	$ 18,081	$12,354	$12,856	$ 340,867
Structure and improvements	868,856	32,900	6,081	67,151	962,826
Equipment	275,275	51,866	27,639	4,890	304,392
Construction in progress	776,187	185,222		(84,897)	876,512
Total	$2,242,602	$288,069	$46,074	$ -0-	$2,484,597

Higher Education and University Hospital Fund:

Land	$ 48,982
Buildings and improvements	652,038
Contents	267,779
Construction in progress	54,298
Hospital building and contents, net of accumulated depreciation of $34,973	65,486
Total	$1,088,583

8. General Obligation Bonds:

General obligation bonds are authorized and issued primarily to provide funds for state owned capital improvements, including facilities for institutions of higher learning, and the construction of public schools in political subdivisions. Bonds have also been issued for local government improvements, including grants and loans for water quality improvement projects and correctional facilities, and to provide funds for repayable

loans or outright grants to private, not-for-profit cultural or educational institutions. Under constitutional requirements and practice, the Maryland General Assembly, by a separate enabling act, authorizes a loan for a particular object or purpose. Thereafter the Board of Public Works, a constitutional body composed of the Governor, the Comptroller of the Treasury and the State Treasurer, by resolution authorizes the issuance of bonds in a specified amount for part or all of the loan authorized by a particular enabling act.

General obligation bonds, which are paid from the General Obligation Debt Service Fund, are backed by the full faith and credit of the State and, pursuant to the State Constitution, they must be fully paid within 15 years from the date of issue. Property taxes, Debt Service fund loan repayments and General fund appropriations provide the resources for repayment of General Obligation bonds.

General obligation bonds outstanding and bonds authorized but unissued (amounts expressed in thousands) as of June 30, 1983 were as follows:

Purpose	Outstanding		Authorized But Unissued
	Interest Rates	Amount	Amount
General construction	3.70% to 11.30%	$ 810,185	$241,585
Public school construction	3.70% to 11.30%	1,053,375	63,900
Water quality	4.40% to 6.25%	126,880	122,828
Sanitary facilities and sewage treatment	3.70% to 9.20%	12,250	4,805
Hospitals and nursing homes	3.70% to 9.20%	7,740	200
Community colleges and vocational schools	3.70% to 5.75%	50,095	1,500
Airport development	3.70% to 4.90%	16,935	
Housing loans	4.25% to 11.30%	77,035	5,003
Maryland Port Authority loans	3.70% to 6.20%	9,915	
Jails and correctional institutions	3.70% to 11.30%	40,690	35,158
Private colleges	3.70% to 11.30%	13,390	5,474
Social, cultural and historical	3.70% to 11.30%	53,865	31,710
Other	3.70% to 11.30%	137,535	76,138
		$2,409,890	$588,301

As of June 30, 1983, general obligation debt service requirements for principal and interest (amounts expressed in thousands) in future years were as follows:

Years Ending, June 30,	Total	Years Ending June 30,	Total
1984	$361,279	1991	$256,482
1985	364,510	1992	187,312
1986	375,136	1993	139,845
1987	354,084	1994	117,237
1988	333,379	1995	104,733
1989	313,197	1996	91,535
1990	296,124	1997	76,372
		1998	51,559

9. Transportation Bonds:

Transportation bonds outstanding (amounts expressed in thousands) as of June 30, 1983 were as follows:

	Outstanding
Consolidated Transportation Bonds—5.375% Refunding Series, due February 15, 1993	$354,865
County Transportation Bonds—5.5% Refunding Series, due May 15, 1993	155,725
Consolidated Transportation Bonds—5.9% to 9.0%, due serially 1985 through 1997	145,000
County Transportation Bonds—5.3% to 11.0%, due serially through 1997	101,610
	$757,200

Consolidated Transportation Bonds are limited obligations issued by the Department of Transportation for highway, port, airport or mass transit facilities or any combination of such facilities, the principal of which must be paid within 15 years from the date of issue. The outstanding aggregate principal amount of these bonds, plus outstanding Maryland Port Authority loans (see Note 8) may not by law exceed $950,000,000. At June 30, 1983, the principal amount of additional bonds which may be issued under this limitation was $440,220,000.

Consolidated Transportation Bonds are paid from the transportation debt service fund except for the Bond Anticipation Notes which are paid from the proceeds of Consolidated Transportation Bonds which are deposited in the special revenue fund. Principal of and interest on Consolidated Transportation Bonds are payable from the proceeds of certain excise taxes levied by statute and the corporate income tax credited to the Department less amounts required for debt service on Maryland Port Authority Loans. These amounts are applicable to the extent necessary for that exclusive purpose before being available for other uses by the Department. If those tax proceeds become insufficient to meet debt service requirements, other receipts of the Department are available for that purpose. The holders of such bonds are not entitled to look to other State's resources for payment.

Under the terms of authorizing bond resolutions, additional Consolidated Transportation Bonds may be issued, provided, among other conditions, that (i) total receipts (excluding federal funds for capital projects, bond and note proceeds, income received from a sinking fund separately dedicated to the Refunding Bonds, and other receipts not available for debt service), less administration, operation and maintenance expenses, for the preceding fiscal year equal at least two times maximum annual debt service on all Consolidated Transportation Bonds outstanding and to be issued and any then outstanding Maryland Port Authority loans and that (ii) total proceeds from pledged taxes equal at least two times maximum annual debt service on all Consolidated Transportation Bonds outstanding and to be issued and any then outstanding Maryland Port Authority loans.

County Transportation Bonds are issued by the Department and the proceeds are used by participating counties and Baltimore City to fund local road construction, reconstruction and other transportation projects and facilities and to provide local participating funds for federally-aided highway projects. Debt service on these bonds is payable from the counties' and Baltimore City's shares of highway user revenues.

As of June 30, 1983, Transportation bond debt service requirements for sinking fund deposits and principal and interest payments (amounts expressed in thousands) in future years were as follows:

Years ending June 30,	Consolidated Transportation Bonds	County Transportation Bonds	Total Transportation Bond Debt Service Requirements
1984	$53,143	$29,960	$83,103
1985	56,873	28,496	85,369
1986	57,307	27,943	85,250
1987	31,425	18,243	49,668
1988	19,071	12,847	31,918
1989	23,083	12,898	35,981
1990	21,982	12,942	34,924
1991	20,882	13,013	33,895
1992	18,805	13,045	31,850
1993	17,767	13,084	30,851
1994	16,705	13,075	29,780
1995	9,691	12,633	22,324
1996	4,280	12,678	16,958
1997		5,547	5,547

10. Changes in General Long-Term Debt:

Changes in general long-term debt (amounts expressed in thousands) for the year ended June 30, 1983 are summarized as follows:

	General Obligation Bonds	Transportation Bonds	Accrued Retirement Costs
Balance, July 1, 1982	$2,207,660	$744,950	$481,081
Bond issuances	392,230	74,875	
Bond principal retirements	(190,000)	(62,625)	
Excess of actuarially determined retirement costs over the amounts recorded as expenditures in governmental fund types			90,456
Amortization of prior years' liability for unfunded retirement costs			(4,369)
Balance, June 30, 1983	$2,409,890	$757,200	$567,168

11. Revenue Bonds, Notes Payable and Loans From Other Funds:

A. Special Revenue Fund:

Loans From Other Funds:

During 1983, the Department of Transportation entered into an agreement with the Maryland Transportation Authority (Authority) whereby the Department could borrow up to $20,000,000 from the Authority. Repayment will be made upon demand with 12 months notice but not earlier than January 1, 1985. Interest is payable semi-annually at a rate equal to the average interest rate on all other investments of the Authority's funds. At June 30, 1983, $6,000,000 had been borrowed under this agreement and the interest rate was 8.82%. Subsequent to June 30, 1983 an additional $7,500,000 was borrowed.

B. Enterprise Funds:

Community Development Administration (Administration):

Revenue Bonds:

The Community Development Administration, an agency of the Department of Economic and Community Development, has issued revenue bonds, the proceeds of which were used to provide funds for its various mortgage loan programs. Assets aggregating approximately $737,162,000 and revenues of each mortgage loan program are pledged as collateral for the respective revenue bonds and notes payable (see below). Interest rates range from 4.75% to 14% and the bonds mature serially through May 15, 2024. Maturities of principal (amounts expressed in thousands) are as follows:

Years ending June 30,	Amount
1984	$ 8,335
1985	10,830
1986	11,645
1987	11,770
1988	11,770
1989 and thereafter	623,372
	$677,722

Substantially all bonds are subject to redemption provisions at the option of the Administration. Redemptions are permitted at rates ranging from 103% to 100% of outstanding principal amount at dates between 1984 and 2024.

In July and September of 1983 the Administration redeemed approximately $28,700,000 and $38,100,000, respectively, of revenue bonds resulting in a net loss of approximately $490,000. In August and September of 1983, the Administration issued $28,922,000 and $75,000,000, respectively, of revenue bonds.

Notes Payable:

The aggregate amount of notes payable (amounts expressed in thousands) at June 30, 1983, consisted of:

1982 Series A Construction Loan Notes with interest of 9.40% due February 1, 1985	$31,110
1982 Series A Multi-Family Construction Loan Notes (FHA - Insured Advances - GNMA Tamden Program) with interest of 9.50% due October 1, 1984	30,300
Bond Anticipation Notes under a $20,000,000 revolving credit facility. Borrowing under the agreement is at 70% of the principal bank's prime rate, but is not to exceed 14%	7,721
	$69,131

Maryland Food Center Authority:

Revenue Bonds:

On August 3, 1979 the Authority issued a $2,000,000 revenue bond at an interest rate of 5.50%, the proceeds of which was used for the construction of the 29 unit expansion of the Maryland Wholesale Produce Market. Maturities of principal (amounts expressed in thousands) are as follows:

Years ending June 30,	Amount
1984	$ 500
1985	400
	$ 900

Loans from Other Funds:

The Board of Public Works loaned to the Authority $4,000,000 which was obtained from the issuance of general obligation bonds of the State. The Authority is obligated to pay interest and principal on these bonds after all principal and interest has been repaid on any revenue bonds which may be issued by the Authority.

On May 2, 1969 the State issued bonds to provide $5,000,000 for a construction loan to the Authority. Repayment to the Board of Public Works will consist of principal and interest payments which will commence in 1984 and conclude in 1996.

Total principal and interest (expressed in thousands) due to the State are summarized as follows:

Greater Baltimore Regional Consolidated Wholesale Food Market Authority Loan of 1967	$ 5,574
General Construction Loan	5,000
Debt assumed from New Marsh Wholesale Produce Market	795
	$11,369

Maryland Transportation Authority:

Revenue Bonds:

The Maryland Transportation Authority has issued Transportation Facilities Projects Revenue Bonds, First Series (Refunding) which are payable solely from the revenues of the transportation facilities projects. Bonds outstanding (amounts expressed in thousands) as of June 30, 1983 consisted of:

Serial bonds maturing in annual installments from $1,035 to $2,415 from July 1, 1984 through July 1, 1997 with interest rates ranging from 5.3% to 6.20%, payable semi-annually	$ 22,915
Term bonds with interest at 6.625%, payable semi-annually, due July 1, 2003	18,550
Term bonds with interest at 6.80%, payable semi-annually, due July 1, 2016	76,170
	$117,635

Maturities of principal (amounts expressed in thousands) are as follows:

Years ending June 30,	Amount
1984	$ 1,035
1985	1,105
1986	1,180
1987	1,260
1988	1,345
1989 and thereafter	111,710
	$117,635

The serial bonds are subject to redemption at par in whole or in part, at the option of the Authority on any July 1 after June 30, 1983, by operation of the Sinking Fund; or at redemption prices ranging from 102% to 100% of the principal amount on any date or dates after July 2, 1987 from any monies made available for such purpose. The term bonds are subject to redemption by operation of the Sinking Fund in the years 1998 through 2015 at annual principal amounts ranging from $2,615,000 to $8,400,000.

In compliance with the Trust Agreement underlying the Transportation Facilities Projects Revenue Bonds, First Series (Refunding), the Authority has established restricted equity accounts in the aggregate amount of $115,305,000 for certain operating expenses, payment of the bonds and interest and acquisition, construction and improvements to transportation facilities projects. Assets consisting of cash and short-term investments, $47,306,000; investments, $68,692,000; notes receivable, $6,000,000; and supplies inventories, $50,000; less current accounts payable, $6,743,000 have been restricted for such purposes.

Maryland Environmental Service (Service):

Revenue Bonds:

The Service has issued revenue bonds for the construction of certain projects. The bonds bear interest at rates ranging from 5% to 6.83% and are collateralized by the assets and revenues of the projects and any other revenues of the Service that are not otherwise pledged. All right, title and interest in the related property, plant and equipment remains with the Service until expiration or completion of the project and repayment of the revenue bonds. Thereafter, title to the assets passes to the governmental unit served by the projects. Maturities of principal (amounts expressed in thousands) are as follows:

Years ending June 30,	Amount
1984	$1,809
1985	1,635
1986	3,237
1987	39
1988	41
1989 and thereafter	2,882
	$9,643

Loans From Other Funds:

In July of 1982 the General Obligation Debt Service fund loaned the Service $2,500,000. Repayment is due within 10 years at no interest.

State Use Industries:

In July of 1982 the General fund loaned to the State Use Industries $2,000,000. The loan bears no interest and is repayable as operational earnings permit with no time limit.

Higher Education and University Hospital Fund:

Revenue Bonds:

Certain State Colleges have issued revenue bonds and mortgage loans payable for the acquisition of student housing and other facilities. Student fees and other user revenues collateralize the revenue bonds, and the mortgage loans payable are collateralized by real estate. Interest rates range from 3% to 6% on the revenue bonds and 6% to 10% on the mortgage loans payable. Maturities of principal (amounts expressed in thousands) are as follows:

Years ending June 30,	Amount
1984	$ 645
1985	662
1986	692
1987	728
1988	770
1989 and thereafter	19,142
	$22,639

12. Commitments:

At June 30, 1983, the Department of Transportation and Maryland Transportation Authority had commitments of approximately $261,845,000 and $20,300,000, respectively, for construction of highway and mass transit facilities. Approximately 61% of future expenditures related to the Department of Transportation commitments are expected to be reimbursed from proceeds of approved federal grants when the actual costs are incurred. The remaining portion will be funded by other financial resources of the Department.

The Department of Transportation as lessor, leases terminal space at various marine terminals, airport facilities and office space pursuant to various operating leases. Minimum future rentals (amounts expressed in thousands) are as follows:

Years ending June 30,	Noncancelable Operating Leases Minimum Future Rentals
1984	$11,629
1985	7,769
1986	7,378
1987	6,221
1988	4,699
1989-1993	15,952
1994-1998	3,969
1999 and thereafter	11,546
	$69,163

Total minimum future rentals do not include contingent rentals that may be received under certain concession leases on the basis of a percentage of the concessionaire's gross revenue in excess of stipulated minimums.

Rent revenue was approximately $37,402,000 for the year ended June 30, 1983, including contingent rentals of approximately $6,669,000. Assets of the Department of Transportation subject to such operating lease agreements are included in the general fixed assets account group. The cost of these assets was approximately $218,209,000 at June 30, 1983.

As of June 30, 1983, direct mortgage loan programs included in the enterprise funds had unfunded mortgage loan commitments aggregating approximately $104,317,000. These commitments are expected to be funded from existing program resources and proceeds from revenue bonds to be issued.

In August 1981, the Maryland Transportation Authority (Authority) entered into an agreement with the City of Baltimore to finance the non-Federal share (approximately $90,000,000) plus accrued interest on the Federal share, which is estimated to approximate $20,000,000, of costs associated with the construction of a

tunnel across the Patapsco River. The agreement is contingent upon the ability of the Authority to obtain the requisite financing. The Authority expects to recover their debt service and other costs through future net toll revenues of the tunnel. Tunnel construction began in 1980 and is expected to be completed in 1985.

At June 30, 1983, the Maryland State Lottery had commitments of approximately $33,000,000 for services to be rendered relating principally to the operation of the lottery games.

At June 30, 1983, Maryland Environmental Service had commitments of approximately $8,300,000 for construction of projects.

The State is insured for workers' compensation losses by the State Accident Fund under a contract which provides for the State to pay premiums based upon loss experience plus a proportionate share of administrative costs. In the event of termination of the contract, the State is obligated for any premium deficiency existing at the time of termination. As of June 30, 1983, anticipated workers' compensation claims in the amount of $34,000,000 applicable to State employees were accrued in nonexpendable trust fund. For the year ended June 30, 1983 the State paid the State Accident Fund approximately $9,800,000 in premiums.

The Board of Trustees of the State Universities and Colleges entered into a commitment for the leasing of certain student facilities on the campus of Towson State University. Annual payments are approximately $3,900,000 for a period of 30 years. These payments will be made by Towson State University through the collection of student fees.

13. Contingencies:

The State is party to legal proceedings, which normally recur in governmental operations. The legal proceedings are not, in the opinion of the Attorney General, likely to have a material adverse impact on the financial position of the affected funds.

As of June 30, 1983, mortgage loan insurance programs included in the enterprise funds were contingently liable as insurer of mortgage loans payable, or portions of mortgage loans payable, in an aggregate amount of approximately $309,067,000 (including $195,667,000 for the economic development loan programs). In addition, there are commitments to insure mortgage loans which would represent additional contingent liabilities of approximately $32,097,000.

The Maryland Higher Education Loan Corporation (Corporation), as endorser of student loans, is contingently liable to lending institutions for the purchase of student loans in default. In the event of such default, the Corporation is liable to the lending institution for the unpaid principal amount of the loan plus unpaid interest, including interest accrued from the date of default until the date of purchase by the Corporation. At June 30, 1983 the Corporation had endorsed loans of approximately $467,000,000. These loans are covered by a federal reinsurance agreement with the U.S. Department of Education. The agreement provides for the U.S. Department of Education to repurchase defaulted loans purchased by the Corporation at a rate based on past default performance. Since entering into the reinsurance agreement, the Corporation has qualified for 100% reinsurance, except 1982 (90%) and 1983 (80%). Management expects the 80 or 90 percent rates to continue through 1984.

The State receives significant financial assistance from the U. S. Government. Entitlement to the resources is generally conditioned upon compliance with terms and conditions of the grant agreements and applicable Federal regulations, including the expenditure of the resources for eligible purposes. Substantially all grants are subject to financial and compliance audits by the grantors. Any disallowances as a result of these audits become a liability of the fund which receives the grant. As of June 30, 1983, the State estimates that no material liabilities will result from such audits.

14. Retirement and Pension Systems:

As of June 30, 1983 the State of Maryland had employee retirement and pension programs as follows:

"Retirement Systems"—for employees, teachers and State police—retirement programs for substantially all State employees, teachers and State police who are not members of the State Pension Systems.

"Pension Systems"—for employees and teachers—retirement programs for employees and teachers hired after January 1, 1980 and prior employees who have elected to transfer from the Retirement Systems.

"Judges' Pension System"—a retirement program for State judges.

"Mass Transit Administration Pension Plan"—a retirement program for certain employees of the Mass Transit Administration.

All Retirement and Pension Systems, other than the Mass Transit Administration Pension Plan, are jointly contributory. Employee contributions are established at fixed percentages of total employee compensation, except for the Pension Systems where employee contributions are established at fixed percentages of employee compensation in excess of the F.I.C.A. taxable wage base. The Mass Transit Administration Pension Plan is a pay-as-you-go plan and requires no employee contributions.

The consulting actuary for the retirement and pension systems, other than the Mass Transit Administration Pension Plan, prepared valuations as of June 30, 1982 using the accrued benefits cost actuarial method. Retirement costs for 1983 on this basis aggregated approximately $357,000,000 for governmental fund types and $62,000,000 for the higher education and university hospital fund including amortization of unfunded liabilities over 40 years and interest thereon.

The consulting actuary for the Mass Transit Administration Pension Plan prepared a valuation as of June 30, 1983 using the entry age normal cost method. Retirement costs for 1983 on this basis aggregated approximately $4,000,000 for governmental fund types, including amortization of unfunded liabilities over 30 years.

Retirement expenditures applicable to governmental fund types for the year ended June 30, 1983 aggregated approximately $274,000,000. The excess of retirement costs over retirement expenditures, of approximately $90,000,000 is included in the general long-term debt account group.

Selected data (amounts expressed in thousands) compiled in accordance with Financial Accounting Standards Board Statement No. 35, with respect to each plan is as follows:

	State Contributions for the year ended June 30, 1983	Actuarial Present Value of Accumulated Plan Benefits as of June 30, 1982 (a)			Net Assets available for Plan Benefits (b)
		Vested	Nonvested	Total	
Employees' Retirement System	$ 73,689	$1,371,474	$15,285	$1,386,759	$ 789,990
Teachers' Retirement System	183,224	2,829,719	10,487	2,840,206	1,489,753
State Police Retirement System	10,025	94,811	6,248	101,059	91,343
Employees' Pension System	28,782	52,030	3,696	55,726	149,369
Teachers' Pension System	19,073	39,331	2,011	41,342	98,256
Judges' Pension System	5,794	45,212		45,212	3,849
Mass Transit Administration Pension Plan	2,511	(c)	(c)	(c)	(c)
Total	$323,098	$4,432,577	$37,727	$4,470,304	$2,622,560

(a) An assumed rate of interest of 10% was used in determining the actuarial present value of accumulated plan benefits.

(b) Net assets at actuarially determined market value.

(c) The actuarial present value of accumulated plan benefits and the net assets available for plan benefits is not available for the Mass Transit Administration Pension Plan.

The actuarially computed value of the unfunded accrued liabilities (amounts expressed in thousands) for each plan is as follows:

	For the year ended June 30, 1982
Employees' Retirement System	$1,514,271
Teachers' Retirement System	3,526,254
State Police Retirement System	111,085
Employees' Pension System	32,947
Teachers' Pension System	71,405
Judges' Pension System	64,008
Mass Transit Administration Pension Plan	43,000
Total	$5,362,970

The actuarially computed value of the unfunded accrued liabilities is greater than the actuarial present value of accumulated plan benefits principally because the method for determining the actuarial present value of accumulated plan benefits does not take into consideration anticipated future wage and salary increases.

For asset and investment management purposes, the State combines the assets of all State administered retirement and pension systems into a pooled trust fund. Accordingly, the financial statements for the State administered pension fund are presented on a combined basis in the fiduciary fund type financial statements. Individual retirement systems' equity in the pension fund balance (amounts expressed in thousands) as of June 30, 1983 is as follows:

	Fund Balance(a)	
	Employee Annuity Savings(b)	Retirement Accumulation Fund(c)
Employees' Retirement System	$305,815	$ 716,161
Teachers' Retirement System	611,357	1,292,478
State Police Retirement System	26,013	93,934
Employees' Pension System	4,281	224,178
Teachers' Pension System	4,584	146,075
Judges' Pension System	4,541	
Total	$956,591	$2,472,826

Changes in the pension fund balances (amounts expressed in thousands) for the year ended June 30, 1983 were as follows:

	Employee Annuity Savings(b)	Retirement Accumulation Fund(c)
Balance, July 1, 1982	$908,618	$2,160,767
Increases:		
Member contributions	93,221	
Employer contributions	33	347,232
Investment and other income	25	252,625
Decreases:		
Benefit payments	(79)	(299,519)
Refunds	(30,389)	
Administrative expenses		(3,117)
Transfers to the Employee Annuity Savings Fund for interest credited to members' accounts	36,308	(36,308)
Transfers to the Retirement Accumulation Fund for contributions of retiring members	(51,146)	51,146
Balance, June 30, 1983	$956,591	$2,472,826

(a) The consulting actuary annually determines the changes in fund balances resulting from transfers of employees from the Employees' and Teachers' Retirement Systems to the Employees' and Teachers' Pension Systems and allocations of investment income. Such changes for the year ended June 30, 1983 will be determined as a result of an uncompleted actuarial valuation as of July 1, 1983 and, accordingly, the amounts of such changes will be included in the financial statements for the year ending June 30, 1984.

(b) Contributions made by members together with interest thereon are credited to the Employee Annuity Savings Fund.

(c) Contributions made by the employer and investment income thereon are credited to the Retirement Accumulation Fund.

15. Contributed Capital:

The changes in contributed capital of the enterprise funds (amounts expressed in thousands) for the year ended June 30, 1983 are as follows:

	Economic Development		Maryland Transportation Authority	Maryland State Lottery	Maryland Environmental Service	State Use Industries	Total
	Insurance Programs	Loan Programs					
Balance, July 1, 1982	$49,500	$77,594	$ 4,331	$17,261	$24,394	$ 434	$173,514
Contributions	4,995	18,579		343	6,055		29,972
Return of contributed capital to general fund				(8,000)			(8,000)
Depreciation on contributed assets				(931)		(13)	(944)
Balance, June 30, 1983	$54,495	$96,173	$ 4,331	$ 8,673	$30,449	$ 421	$194,542

16. Segment Information—Enterprise Funds:

Activity segments included in enterprise funds are described in Note 1B. Selected financial information (amounts expressed in thousands) with respect to these segments is as follows:

	Segments							
	Economic Development		Warehouse Development and Rentals	Toll Facilities (Maryland Transportation Authority)	Lottery	Water Supply and Water Disposal	Manufacturing	Student Loan Insurance Program
	Insurance Programs	Loan Programs						
Operating revenues	$ 7,763	$ 86,384	$ 2,236	$ 79,784	$465,690	$14,256	$7,546	$ 4,126
Depreciation and amortization		1,221	198	141	931	17	104	16
Operating income (loss)	6,305	1,727	1,108	33,691	197,736	151	(419)	(8,895)
Operating grants		11,764						7,879
Operating interfund transfers:								
In								2,401
Out					198,236			
Net income (loss)	6,305	13,491	1,108	33,691	(500)	151	(419)	1,385
Current capital contributions	4,995	18,579			343	6,055		
Property, plant and equipment:								
Additions		38	553	9,088	9,604	7,830	145	32
Deletions		54						
Total assets	86,272	943,016	18,242	820,455	28,877	47,193	3,087	20,569
Bonds and other long-term liabilities:								
Payable from operating revenues		677,722	900	117,635		9,643		
Payable from other sources		69,131						
Total capital	81,905	169,572	5,507	693,862	11,031	31,251	717	9,963

COMBINING FINANCIAL STATEMENTS AND SCHEDULES

STATE OF MARYLAND
Combining Balance Sheet
Debt Service Funds
June 30, 1983
(Expressed in Thousands)

	General Obligation Bonds	Transportation Bonds	Total
Assets:			
Cash and short-term investments	$ 34,389	$ 1,979	$ 36,368
Investments		353,969	353,969
Taxes receivable	7,269		7,269
Loans and notes receivable, net	89,205		89,205
Loans to other funds	13,869		13,869
Total assets	$144,732	$355,948	$500,680
Liabilities:			
Matured bonds and interest coupons payable	$ 1,243		$ 1,243
Total liabilities	1,243		1,243
Fund Equity:			
Fund Balance:			
Reserved for:			
Loans and notes receivable	24,958		24,958
Unreserved:			
Designated for:			
General long-term obligation bond debt service	118,531		118,531
Transportation bond debt service		$355,948	355,948
Total fund equity	143,489	355,948	499,437
Total liabilities and fund equity	$144,732	$355,948	$500,680

STATE OF MARYLAND

Combining Statement of Revenues, Expenditures, Other Sources and Uses of Financial Resources and Changes in Fund Balances

Debt Service Funds

for the year ended June 30, 1983

(Expressed in Thousands)

	General Obligation Bonds	Transportation Bonds	Total
Revenues:			
Other taxes	$110,775		$110,775
Interest and other investment income	16,247	$ 24,622	40,869
Other	816		816
Total revenues	127,838	24,622	152,460
Expenditures:			
Debt service:			
Principal retirement	190,000	2,625	192,625
Interest	140,491	43,212	183,703
Total expenditures	330,491	45,837	376,328
Deficiency of revenues over expenditures	(202,653)	(21,215)	(223,868)
Other sources of financial resources:			
Operating transfers in	201,771	83,220	284,991
Excess (deficiency) of revenues over expenditures and other sources of financial resources	(882)	62,005	61,123
Fund balance, July 1, 1982	144,371	293,943	438,314
Fund balance, June 30, 1983	$143,489	$355,948	$499,437

STATE OF MARYLAND
Combining Balance Sheet
Enterprise Funds
June 30, 1983
(Expressed in Thousands)

	Economic Development		Maryland Food Center Authority	Maryland Transportation Authority	Maryland State Lottery	Maryland Environmental Service	State Use Industries	Maryland Higher Education Loan Corporation	Total
	Insurance Programs	Loan Programs							
Assets:									
Cash and short-term investments	$38,045	$246,217	$ 802	$ 2,717	$ 4,352	$ 3,006	$ 157	$ 17	$ 295,313
Investments	45,904	122,733	4,807	2,843	14,238			17,766	208,291
Intergovernmental receivables						231		1,897	2,128
Other accounts receivable	25		10	392	1,586	1,585	868	764	5,230
Inventories				198			1,570		1,768
Loans and notes receivable	1,486	546,488	230						548,204
Property, plant and equipment, net		2,480	12,385	688,583	8,673	42,155	492	125	754,893
Restricted assets				122,048					122,048
Other assets	812	25,098	8	3,674	28	216			29,836
Total assets	$86,272	$943,016	$18,242	$820,455	$28,877	$47,193	$3,087	$20,569	$1,967,711
Liabilities:									
Accounts payable and accrued liabilities	$ 219	$ 14,241	$ 431	$ 1,767	$ 614	$ 3,799	$ 370	$ 506	$ 21,947
Other liabilities		10,318						1,286	11,604
Lottery prizes					15,819				15,819
Accrued insurance and loan losses	2,554							994	3,548
Deferred revenue	1,594	2,032	35	448	1,413			7,820	13,342
Loans from other funds			11,369			2,500	2,000		15,869
Notes payable		69,131							69,131
Revenue bonds payable		677,722	900	117,635		9,643			805,900
Liabilities payable from restricted assets				6,743					6,743
Total liabilities	4,367	773,444	12,735	126,593	17,846	15,942	2,370	10,606	963,903
Capital:									
Contributed capital	54,495	96,173		4,331	8,673	30,449	421		194,542
Retained earnings:									
Reserved				115,305	2,358			363	118,026
Unreserved	27,410	73,399	5,507	574,226		802	296	9,600	691,240
Total capital	81,905	169,572	5,507	693,862	11,031	31,251	717	9,963	1,003,808
Total liabilities and capital	$86,272	$943,016	$18,242	$820,455	$28,877	$47,193	$3,087	$20,569	$1,967,711

STATE OF MARYLAND

Combining Statement of Revenues, Expenses and Changes in Retained Earnings

Enterprise Funds

for the year ended June 30, 1983

(Expressed in Thousands)

	Economic Development		Maryland Food Center Authority	Maryland Transportation Authority	Maryland State Lottery	Maryland Environmental Service	State Use Industries	Maryland Higher Education Loan Corporation	Total
	Insurance Programs	Loan Programs							
Operating revenues:									
Lottery ticket sales					$462,821				$462,821
Charges for services and sales	$ 1,697	$ 71	$1,086	$ 67,429		$14,164	$7,546	$ 1,013	93,006
Interest and other investment income	6,017	84,795	540	11,340		92		2,111	104,895
Other	49	1,518	610	1,015	2,869			1,002	7,063
Total operating revenues	7,763	86,384	2,236	79,784	465,690	14,256	7,546	4,126	667,785
Operating expenses:									
Prizes and claims					229,482				229,482
Commissions and bonuses					18,785				18,785
Cost of sales and services			194				5,928	10,053	16,175
Operation and maintenance of facilities		11,878		34,752		11,944			58,574
General and administrative	965	3,643	665	3,385	18,413	1,634	1,125	1,924	31,754
Interest		66,949	71	7,815		510			75,345
Depreciation and amortization		1,221	198	141	931	17	104	16	2,628
Provision for insurance and loan losses	493							994	1,487
Other		966			343		808	34	2,151
Total operating expenses	1,458	84,657	1,128	46,093	267,954	14,105	7,965	13,021	436,381
Operating income (loss) before operating grants and transfers	6,305	1,727	1,108	33,691	197,736	151	(419)	(8,895)	231,404
Operating grants		11,764						7,879	19,643
Operating transfers in								2,401	2,401
Operating transfers out					(198,236)				(198,236)
Net income (loss)	6,305	13,491	1,108	33,691	(500)	151	(419)	1,385	55,212
Add: Depreciation of cost of assets acquired from contributed capital					931		13		944
Increase (decrease) in retained earnings	6,305	13,491	1,108	33,691	431	151	(406)	1,385	56,156
Retained earnings, July 1, 1982	21,105	59,908	4,399	655,840	1,927	651	702	8,578	753,110
Retained earnings, June 30, 1983	$27,410	$73,399	$5,507	$689,531	$ 2,358	$ 802	$ 296	$ 9,963	$809,266

STATE OF MARYLAND

Combining Statement of Changes in Financial Position

Enterprise Funds

for the year ended June 30, 1983

(Expressed in Thousands)

	Economic Development		Maryland Food Center Authority	Maryland Transportation Authority	Maryland State Lottery	Maryland Environmental Service	State Use Industries	Maryland Higher Education Loan Corporation	Total
	Insurance Programs	Loan Programs							
Sources of financial resources:									
Operations:									
Net income (loss)	$ 6,305	$ 13,491	$1,108	$33,691	$ (500)	$ 151	$ (419)	$1,385	$ 55,212
Expenses not requiring current outlay of financial resources:									
Depreciation and amortization		1,221	198	141	931	17	104	16	2,628
Other			194				946		1,140
Total sources of financial resources from operations	6,305	14,712	1,500	33,832	431	168	631	1,401	58,980
Retirement of fixed assets		54							54
Increase in accrued insurance and loan losses	579							994	1,573
Increase in loans from other funds			19			2,500	2,000		4,519
Increase in notes payable		7,721							7,721
Increase in liabilities payable from restricted assets				3,570					3,570
Issuance of revenue bonds payable		177,006				1,856			178,862
Contributed capital	4,995	18,579			343	6,055			29,972
Other, net	1,063	1,276	(8)	(10)	(69)	(156)		182	2,278
Total sources of financial resources	12,942	219,348	1,511	37,392	705	10,423	2,631	2,577	287,529
Uses of financial resources:									
Increase (decrease) in investments	(688)	42,025	476	255	(2,088)			2,836	42,816
Increase (decrease) in other accounts, loans and notes receivable	966	74,533	(26)	(48)	(3,331)	(682)	379	(101)	71,690
Increase in inventories				31			12		43
Acquisition of fixed assets		38	553	9,088	9,604	7,830	145	32	27,290
Increase in restricted assets				27,335					27,335
Increase (decrease) in accounts payable and accrued liabilities	(131)	6,539	(18)	(393)	586	1,497	1,940	388	10,408
Decrease in due to other funds		3,446							3,446
Decrease in lottery prizes					2,617				2,617
Repayment of notes payable		72,994							72,994
Retirement of revenue bonds payable		9,447	450	970		1,632			12,499
Return of contributed capital					8,000				8,000
Total uses of financial resources	147	209,022	1,435	37,238	15,388	10,277	2,476	3,155	279,138
Net increase (decrease) in unrestricted cash and short-term investments	$12,795	$ 10,326	$ 76	$ 154	$(14,683)	$ 146	$ 155	$ (578)	$ 8,391

STATE OF MARYLAND
Combining Balance Sheet
Fiduciary Fund Types
June 30, 1983
(Expressed in Thousands)

	Expendable Trust Funds						Agency Funds				
	Deferred Compensation Plan	Refunded Transportation Debt	Employment Security Administration	Federal Payroll Taxes	Nonexpendable Trust Fund	Pension Trust Fund	Patient and Prisoner Accounts	Local Highway Grants	Local Admissions and Amusement Taxes	Local Income Taxes	Total
Assets:											
Cash and short-term investments		$ 127	$ (1,928)	$(43,261)	$ 28,956		$3,830	$4,656	$5,637	$ 65,764	$ 63,781
Investments	$140,428	216,725		71,092	128,261	$3,439,011					3,995,517
Amount on deposit with U.S. Treasury			128,707								128,707
Taxes receivable			48,365								48,365
Other accounts receivable	1,464			9,216	1,257	24,902					36,839
Due from other funds				11,915						148,408	160,323
Inventories					46						46
Property, plant and equipment, net					180						180
Total assets	$141,892	$216,852	$175,144	$ 48,962	$158,700	$3,463,913	$3,830	$4,656	$5,637	$214,172	$4,433,758
Liabilities:											
Accounts payable and accrued liabilities			$ 3,989	$ 48,962		$ 32,087					$ 85,038
Accounts payable to political subdivisions								$4,656	$5,637	$ 82,066	92,359
Local income tax refunds										132,106	132,106
Accrued insurance losses					$104,200						104,200
Other liabilities					2,150	2,409	$3,830				8,389
Deferred revenue					8,348						8,348
Total liabilities			3,989	48,962	114,698	34,496	3,830	4,656	5,637	214,172	430,440
Fund balance:											
Reserved for:											
Pension benefits						3,429,417					3,429,417
Workers' compensation benefits					40,481						40,481
Unemployment compensation benefits			171,155								171,155
Unrealized market appreciation on investments					3,521						3,521
Retirement of refunded debt		$216,852									216,852
Unreserved:											
Designated for deferred compensation benefits	$141,892										141,892
Total fund balance	141,892	216,852	171,155		44,002	3,429,417					4,003,318
Total liabilities and fund balance	$141,892	$216,852	$175,144	$ 48,962	$158,700	$3,463,913	$3,830	$4,656	$5,637	$214,172	$4,433,758

STATE OF MARYLAND

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

Expendable Trust Funds

for the year ended June 30, 1983

(Expressed in Thousands)

	Deferred Compensation Plan	Refunded Transportation Debt	Employment Security Administration	Federal Payroll Taxes	Total
Revenues:					
Other taxes			$141,160		$141,160
Interest and other investment income	$ 19,329	$ 12,809		$ 3,432	35,570
Contributions	22,908			504,773	527,681
Federal revenue			106,969		106,969
Total revenues	42,237	12,809	248,129	508,205	811,380
Expenditures:					
Current:					
Human resources			429,052		429,052
Personnel and retirement	6,091			504,773	510,864
Refunded bond debt service		34,895			34,895
Total expenditures	6,091	34,895	429,052	504,773	974,811
Excess (deficiency) of revenues over expenditures	36,146	(22,086)	(180,923)	3,432	(163,431)
Other uses of financial resources:					
Operating transfers out				(3,432)	(3,432)
Excess (deficiency) of revenues over expenditures and other uses of financial resources	36,146	(22,086)	(180,923)	-	(166,863)
Fund balance, July 1, 1982	105,746	238,938	352,078		696,762
Fund balance, June 30, 1983	$141,892	$216,852	$171,155	$ -0-	$529,899

STATE OF MARYLAND

Combining Statement of Changes in Assets and Liabilities—All Agency Funds for the year ended June 30, 1983

(Expressed in Thousands)

	Balance July 1, 1982	Additions	Deletions	Balance June 30, 1983
Patient and Prisoner Accounts				
Assets:				
Cash and short-term investments	$ 1,545	$ 10,196	$ 7,911	$ 3,830
Investments	2,498	985	3,483	
Total assets	$ 4,043	$ 11,181	$ 11,394	$ 3,830
Liabilities:				
Other liabilities	$ 4,043	$ 6,649	$ 6,862	$ 3,830
Local Highway Grants				
Assets:				
Cash and short-term investments	$ 7,843	$ 217,492	$ 220,679	$ 4,656
Liabilities:				
Accounts payable to political subdivisions	7,843	$ 217,492	$ 220,679	$ 4,656
Local Admissions and Amusement Taxes				
Assets:				
Cash and short-term investments	$ 4,568	$ 19,737	$ 18,668	$ 5,637
Liabilities:				
Accounts payable to political subdivisions	$ 4,568	$ 19,737	$ 18,668	$ 5,637
Local Income Taxes				
Assets:				
Cash and short-term investments	$ 73,156	$ 668,792	$ 676,184	$ 65,764
Due from other funds	113,740	148,408	113,740	148,408
Total assets	$186,896	$ 817,200	$ 789,924	$214,172
Liabilities:				
Accounts payable to political subdivisions	$ 54,711	$ 82,066	$ 54,711	$ 82,066
Local income tax refunds	132,185	688,856	688,935	132,106
Total liabilities	$186,896	$ 770,922	$ 743,646	$214,172
Totals—All Agency Funds				
Assets:				
Cash and short-term investments	$ 87,112	$ 916,217	$ 923,442	$ 79,887
Investments	2,498	985	3,483	
Due from other funds	113,740	148,408	113,740	148,408
Total assets	$203,350	$1,065,610	$1,040,665	$228,295
Liabilities:				
Accounts payable to political subdivisions	$ 67,122	$ 319,295	$ 294,058	$ 92,359
Local income tax refunds	132,185	688,856	688,935	132,106
Other liabilities	4,043	6,649	6,862	3,830
Total liabilites	$203,350	$1,014,300	$ 989,855	$228,295

STATE OF MARYLAND

Schedule of Fixed Assets and Accumulated Depreciation

June 30, 1983

(Expressed in Thousands)

	Land and Improvements	Structure and Improvements	Equipment	Construction in Progress	Total Cost	Accumulated Depreciation	Total Cost Less Accumulated Depreciation
Proprietary Fund Type (By Fund)							
Economic Development—Loan Programs	$ 380	$ 3,001	$ 177		$ 3,558	$ 1,078	$ 2,480
Maryland Food Center Authority	3,966	9,436	95	$ 9	13,506	1,121	12,385
Maryland Transportation Authority		688,583			688,583		688,583
Maryland State Lottery			9,604		9,604	931	8,673
Maryland Environmental Service		32,694	354	9,127	42,175	20	42,155
State Use Industries		49	2,132		2,181	1,689	492
Maryland Higher Education Loan Corporation			163		163	38	125
Total	$ 4,346	$733,763	$ 12,525	$ 9,136	$ 759,770	$ 4,877	$ 754,893
Fiduciary Fund Types							
Nonexpendable Trust Fund	$ 48		$ 281		$ 329	$ 149	$ 180
General Fixed Assets (By Function)							
General government	$ 21,154	$208,157	$ 44,309	$ 33,830	$ 307,450		$ 307,450
Education		13,680	5,264		18,944		18,944
Human resources	356	5,167	3,517		9,040		9,040
Health and mental hygiene	20,388	226,548	37,650	17,325	301,911		301,911
Transportation	107,116	362,851	141,789	780,986	1,392,742		1,392,742
Public safety and judicial	13,082	117,664	48,008	27,635	206,389		206,389
Economic and community development	3,403	929	1,042	1,136	6,510		6,510
Natural resources and recreation	175,341	26,750	18,338	3,711	224,140		224,140
Agriculture	27	1,080	3,636	11,889	16,632		16,632
Personnel and retirement			839		839		839
Total	$340,867	$962,826	$304,392	$876,512	$2,484,597		$2,484,597
Higher Education and University Hospital	$ 48,982	$752,497	$267,779	$ 54,298	$1,123,556	$34,973	$1,088,583

STATE OF MARYLAND

Schedule of Changes in General Fixed Assets by Function

for the fiscal year ended June 30, 1983

(Expressed In Thousands)

	Balance July 1, 1982	Additions	Deletions	Transfer In (Out)	Balance June 30, 1983
Function:					
General government	$ 285,757	$ 31,498	$ 9,768	$(37)	$ 307,450
Education	18,047	947	50		18,944
Human resources	8,707	751	418		9,040
Health and mental hygiene	292,530	13,493	4,116	4	301,911
Transportation	1,223,024	193,624	23,871	(35)	1,392,742
Public safety and judicial	185,621	25,927	5,199	40	206,389
Economic and community development	6,512	200	202		6,510
Natural resources and recreation	210,019	16,443	2,350	28	224,140
Agriculture	11,597	5,134	99		16,632
Personnel and retirement	788	52	1		839
Total	$2,242,602	$288,069	$46,074	$-0-	$2,484,597

STATE OF MARYLAND

Schedule of Estimated and Actual Revenues by Source—Budgetary Basis

for the year ended June 30, 1983

(Expressed in Thousands)

Source	Annual Budgeted Funds						Capital Projects Fund	Other Funds	Total
	General Fund		Special Fund		Federal Fund				
	Estimated Revenues	Actual Revenues	Estimated Revenues	Actual Revenues	Estimated Revenues	Actual Revenues	Actual Revenues	Actual Revenues	Actual Revenues
Taxes:									
Property tax		$ 265	$ 134,288	$ 113,824				$ 27,544	$ 141,633
Franchise and corporation tax	$ 101,807	100,544	5,247	4,460					105,004
Death taxes	30,448	31,684							31,684
Recordation tax	118	199						227	426
Admission and amusement tax			729	719					719
Alcoholic beverages tax	19,350	19,225	10,400	9,759					28,984
Motor vehicle fuel taxes			239,000	233,407					233,407
Income taxes	1,527,223	1,518,820	67,711	68,948					1,587,768
Retail sales and use taxes	860,215	865,087							865,087
Cigarette tax	54,150	52,718	15,700	15,485					68,203
Other tobacco taxes		313	29	124					437
Motor vehicle titling taxes			175,000	170,345					170,345
Insurance company taxes	68,115	65,779		262					66,041
Horse racing taxes	14,255	13,533	4,295	3,358					16,891
Shellfish taxes			1,706	824					824
Boxing, wrestling or sparring taxes	229	191							191
Apple tax			35	33					33
Boat titling tax			5,076	6,087					6,087
Energy generation tax			7,096	6,530					6,530
Emergency telephone system tax			1,997	2,032					2,032
Total taxes	2,675,910	2,668,358	668,309	636,197				27,771	3,332,326
Other:									
Licenses and permits	8,673	10,106	112,918	110,122				8	120,236
Fees for services	17,584	20,344	100,807	123,790				49,711	193,845
Fines and costs	30,440	30,717		568				2,812	34,097
Sales to the public	952	1,273	20,785	25,384		$ 29		214,375	241,061
Commissions and royalties	18	84	12,699	10,819		4		19	10,926
Rentals	782	660	29,963	36,410		166		809	38,045
Interest on investments	50,850	49,352	12,083	7,790		9	$ 3,419	60,602	121,172
Interest on loan repayments			3,091	14,725				638	15,363
Miscellaneous	18,900	8,262	6,508	15,774	$ 150	121		153	24,310
Colleges and Universities	1,035	1,234	413,431	337,371	100,799	83,245		35,944	457,794
Federal reimbursements and grants	52,000	48,099		16,365	1,351,428	1,237,833		20,793	1,323,090
Other reimbursements	32,215	31,365	115,280	51,307	1,893	6,749		2,286	91,707
Provisions for refunds		(102)		(12)				801	687
Bond issues:									
State—general purpose				508			392,230		392,738
Consolidated Transportation Bonds			55,000	39,548				299	39,847
Loan repayments			13,888	2,309[1]				2,716	5,025
State reimbursements	201,078	206,576	160,249	171,160	22,611	28,010	1,421	100,818	507,985
Trust funds			3,197	3,625				5,230	8,855
Revolving accounts		1,676	1,801	7,755		903		3,389	13,723
Reduction of expenditures		516		328		229		63	1,136
Advance collections				919					919
Total revenues	$3,090,437	$3,078,520	$1,730,009	$1,612,762	$1,476,881	$1,357,298	$397,070	$529,237	$6,974,887

[1] Effective July 1, 1982, the accounting treatment for loans and notes receivable in the Budgetary Special Fund was changed to recognize the revenue on an accrual basis in accordance with generally accepted accounting principles.

STATE OF MARYLAND

Schedule of Budget and Actual Expenditures and Encumbrances by Major Function—Budgetary Basis

for the year ended June 30, 1983

(Expressed in Thousands)

Expenditures and Encumbrances by Major Function	Annual Budgeted Funds						Capital Projects Fund	Other Funds	Total
	General Fund		Special Fund		Federal Fund				
	Final Budget	Actual	Final Budget	Actual	Final Budget	Actual	Actual	Actual	Actual
Payments of revenue to civil divisions of the State	$ 119,950	$ 119,922	$ 38,552	$ 35,000					$ 154,922
Public debt	64,000	64,000	266,491	266,491					330,491
Legislative	18,381	17,926							17,926
Judicial review and legal	63,699	63,634	229	229	$ 901	$ 789		$ 4,570	69,222
Executive and administrative control	19,335	19,077	650	580	18,156	17,939		1,881	39,477
Financial and revenue administration	93,048	90,461	23,345	23,002				219,676	333,139
Budgetary and fiscal administration	3,392	3,368							3,368
Personnel administration, retirement and employee relations	464,930	460,881	11,972	9,796	36	36		33,252	503,965
State planning	3,294	3,294	736	683	1,509	1,509		61	5,547
General services	22,263	22,213	565	561	160	122		34	22,930
Transportation and highways			847,527	807,922	527,620	478,390		82,703	1,369,015
Natural resources and recreation	25,733	25,733	42,350	28,448	10,321	7,407		474	62,062
Agriculture	9,040	8,988	9,264	9,153	2,169	1,607		895	20,643
Health, hospitals and mental hygiene	723,378	714,601	21,553	21,079	291,781	280,928		1,074	1,017,682
Human resources	224,696	208,933	1,489	1,489	320,052	299,323		1,898	511,643
Licensing and regulation	14,197	14,115	3,475	1,477	2,303	2,288			17,880
Public safety and correctional services	187,476	187,464	22,896	20,180	2,261	1,487		293	209,424
Public education	1,190,712	1,186,816	421,780	404,781	282,508	250,352		52,978	1,894,927
Economic and community development	16,004	15,901	17,135	8,599	17,104	15,583		6,547	46,630
Construction reimbursement								1,042	1,042
Loan accounts							$284,972		284,972
Miscellaneous								8,736	8,736
Reversions:									
Current year reversions	(45,000)								
Prior year reversions		(8,575)		(2,057)		(4,180)			(14,812)
Total expenditures and encumbrances	$3,218,528	$3,218,752	$1,730,009	$1,637,413	$1,476,881	$1,453,580	$284,972	$416,114	$6,910,831

STATE OF MARYLAND

Schedule of Changes in Fund Balances—Budgetary Basis

for the year ended June 30, 1983

(Expressed in Thousands)

	General Fund	Special Fund		Federal Fund	Capital Projects Fund	Other Funds	Total
		Other Special	Debt Service				
Fund balance, July 1, 1982	$ 175,235	$ 232,433	$112,612		$ 56,697	$777,063	$1,354,040
Adjustments			36,016[1]			(1,702)[2]	34,314
Fund balance, restated	175,235	232,433	148,628		56,697	775,361	1,388,354
Increase:							
Revenues	3,078,520	1,353,659	259,103	$1,357,298	397,070	529,237	6,974,887
Decrease:							
Appropriations	3,263,528	1,463,517	266,491	1,476,881			
Less: Current year reversions	(36,201)	(90,538)		(119,121)			
Prior year reversions	(8,575)	(2,057)		(4,180)			
Expenditures and encumbrances	3,218,752	1,370,922	266,491	1,353,580	284,972	416,114	6,910,831
Changes to encumbrances during fiscal year 1983	66	7,227		2,973			10,266
Expenditures	3,218,818	1,378,149	266,491	1,356,553	284,972	416,114	6,921,097
Transfers in (out)	17,933	(2,162)	2,249	(745)	19,774	(37,049)	
Fund balance, June 30, 1983	$ 52,870	$ 205,781	$143,489	$ -0-	$188,569	$851,435	$1,442,144
Reserved for encumbrances	$ 19,487	$ 27,870		$ 18,947	$200,699	$ 479	$ 267,482
Reserved for uncollected receivables		8,851	$ 24,958			—	33,809
Appropriated	30,794						30,794
Unappropriated	2,589	169,060	118,531	(18,947)	(12,130)	850,956	1,110,059
Total	$ 52,870	$ 205,781	$143,489	$ -0-	$188,569	$851,435	$1,442,144

[1] Effective July 1, 1982, the accounting treatment for loans and notes receivable in the Budgetary Special Fund was changed to recognize the revenue on an accrual basis in accordance with generally accepted accounting principles. The beginning fund balance has been restated to reflect this change.

[2] Effective July 1, 1982, the accounting treatment for certain non-budgeted accounts was changed to recognize this activity as an agency fund. The beginning fund balance has been restated to reflect this change.

STATE OF MARYLAND

Schedule of Funds Transferred to Political Subdivisions

for the year ended June 30, 1983[1]

(Expressed in Thousands)

Subdivision[2]	State Sources				Other Sources			Assessed Value of Real and Personal Property[2]	Amount Per $100 of Assessed Value
	Shared Revenues	Direct Grants and Appropriations	Debt Service	Total	Federal Funds	State Administered Local Revenue	Total		
Allegany	$ 2,410	$ 26,443	$ 4,973	$ 33,826	$ 6,572	$ 7,807	$ 48,205	$ 657,274	$ 7.33
Anne Arundel	10,853	117,580	20,355	148,788	19,777	70,482	239,047	4,018,421	5.95
Baltimore County	19,890	166,397	13,417	199,704	18,940	135,347	353,991	7,112,933	4.98
Calvert	1,343	11,432	3,083	15,858	2,767	2,481	21,106	1,117,297	1.89
Caroline	1,372	9,265	1,773	12,410	1,985	2,310	16,705	154,188	10.83
Carroll	3,600	30,235	5,086	38,921	4,107	15,876	58,904	1,031,728	5.71
Cecil	2,430	23,467	4,180	30,077	3,978	7,510	41,565	496,131	8.38
Charles	2,542	33,412	5,571	41,525	5,144	12,549	59,218	939,017	6.31
Dorchester	1,542	10,816	3,543	15,901	3,275	3,150	22,326	285,204	7.83
Frederick	4,128	40,032	7,717	51,877	5,422	18,805	76,104	1,225,059	6.21
Garrett	1,800	11,501	2,771	16,072	2,690	2,466	21,228	273,628	7.76
Harford	4,313	52,494	10,159	66,966	7,071	23,031	97,068	1,372,115	7.07
Howard	3,998	39,027	8,062	51,087	3,096	30,629	84,812	1,938,638	4.37
Kent	859	5,355	2,709	8,923	1,332	1,928	12,183	178,712	6.82
Montgomery	15,261	145,486	14,544	175,291	18,591	163,386	357,268	10,303,355	3.47
Prince George's	14,732	208,196	16,392	239,320	34,933	111,692	385,945	6,606,149	5.84
Queen Anne's	1,483	9,023	2,300	12,806	1,998	3,191	17,995	317,285	5.67
St. Mary's	2,114	21,380	2,672	26,166	3,871	7,706	37,743	538,006	7.02
Somerset	1,069	7,704	2,937	11,710	2,265	1,393	15,368	141,489	10.86
Talbot	1,231	6,155	1,335	8,721	1,598	2,957	13,276	415,188	3.20
Washington	3,337	34,728	5,111	43,176	6,686	13,496	63,358	996,579	6.36
Wicomico	2,423	22,080	5,227	29,730	5,125	7,700	42,555	668,738	6.36
Worcester	1,649	7,381	2,091	11,121	2,166	2,505	15,792	792,644	1.99
Baltimore City	84,910	403,120	22,817	510,847	141,688	89,064	741,599	4,304,177	17.23
Total	$189,289	$1,442,709	$168,825	$1,800,823	$305,077	$737,461	$2,843,361	$45,883,955	

[1] In addition to the amounts shown for counties and Baltimore City, $35,831,000 was distributed to municipalities within the counties.

[2] Source: *Thirty-Ninth Report of the State Department of Assessments and Taxation*, dated January 1983. Amounts shown are the local subdivisions' assessable base only.

STATE OF MARYLAND
Schedule of Taxes Receivable from Collectors of State Property Taxes
June 30, 1983
(Expressed in Thousands)

Political Subdivision	Taxes Receivable		
	Current Year	Prior Years	Total
Allegany	$ 126	$ 85	$ 211
Anne Arundel	351	115	466
Baltimore County	366	440	806
Calvert	87	8	95
Caroline	51	3	54
Carroll	157	13	170
Cecil	43	19	62
Charles	26	37	63
Dorchester	91	34	125
Frederick	387	54	441
Garrett	67	7	74
Harford	63	23	86
Howard	195	103	298
Kent	46	3	49
Montgomery	1,082	333	1,415
Prince George's	506	354	860
Queen Anne's	8	4	12
St. Mary's	85	23	108
Somerset	42	18	60
Talbot	34	4	38
Washington	186	41	227
Wicomico	155	62	217
Worcester	129	22	151
Baltimore City	1,076	105	1,181
Total	$5,359	$1,910	$7,269

STATE OF MARYLAND

Schedule of Estimated Revenues—Budgetary Basis

for the year ending June 30, 1984

(Expressed in Thousands)

	General Fund	Special Fund	Federal Fund	Total
Property taxes		$ 148,109[1]		$ 148,109
Franchise and corporation taxes	$ 111,423	7,040		118,463
Death taxes	26,148			26,148
Alcoholic beverage taxes and licenses	19,680	9,899		29,579
Admission taxes		814		814
Motor vehicle fuel taxes and licenses		284,500		284,500
Income taxes	1,693,555	69,590		1,763,145
Retail sales and use tax and licenses	926,090			926,090
State tobacco tax and licenses	54,100	15,600		69,700
Motor vehicle tax and licenses	500	272,850		273,350
Insurance company taxes, licenses and fees	77,001			77,001
Horse race taxes and licenses	14,409	4,154		18,563
District courts fines and costs	32,500			32,500
Interest on investments	50,000	7,500		57,500
Hospital patient recoveries	89,550			89,550
Miscellaneous taxes, fees and other revenues	23,437	2,602		26,039
Legislative	407			407
Judicial review and legal	11,981	265	$ 912	13,158
Executive and administrative control		1,173	21,136	22,309
Financial and revenue administration	209,585	18,362		227,947
Budgetary and fiscal administration	600	275		875
Personnel administration, retirement and employee relations		15,182		15,182
State planning		700	582	1,282
General services	66	486	160	712
Transportation and highways		191,570	444,506	636,076
Natural resources and recreation	30	26,964	7,817	34,811
Agriculture	80	3,758	1,837	5,675
Health, hospitals and mental hygiene	5,909	20,771	310,168	336,848
Human resources	850	442	350,104	351,396
Licensing and regulation	5,260	1,610	2,298	9,168
Public safety and correctional services	457	16,769	2,716	19,942
Public education	1,114	439,684	240,865	681,663
Economic and community development		13,687	19,251	32,938
Employment and training			304	304
Total	3,354,732	1,574,356	1,402,656	6,331,744
Transfer from other funds	39,000			39,000
Deductions from motor vehicle revenue:				
Comptroller of the treasury—clerks of court deficiency fund		(1,800)		(1,800)
Motor vehicle administration—debt service		(15)		(15)
Total estimated revenues	$3,393,732	$1,572,541	$1,402,656	$6,368,929[2]

[1] Recorded as Debt Service fund for accounting purposes.

[2] Amounts are estimated at July 1, 1983 and do not reflect revisions, if any, subsequent to that date.

STATE OF MARYLAND

Schedule of General, Special and Federal Fund Appropriations—Budgetary Basis

for the year ending June 30, 1984

(Expressed in Thousands)

Functions	General Fund	Special Fund	Federal Fund	Total
Payments of revenue to civil divisions of the State	$ 123,100	$ 38,417		$ 161,517
Public debt	68,900	148,109[1]		217,009
Legislative	19,114			19,114
Judicial review and legal	65,506	265	$ 912	66,683
Executive and administrative control	23,042	1,173	21,136	45,351
Financial and revenue administration	99,691	23,985		123,676
Budgetary and fiscal administration	3,442	275		3,717
Personnel administration, retirement and employee relations	573,105	15,182		588,287
State planning	3,202	700	582	4,484
General services	21,489	486	160	22,135
Transportation and highways		813,259	444,506	1,257,765
Natural resources and recreation	26,199	28,540	7,817	62,556
Agriculture	8,558	4,162	1,837	14,557
Health, hospitals and mental hygiene	750,796	20,771	310,168	1,081,735
Human resources	227,345	442	350,104	577,891
Licensing and regulation	14,255	1,610	2,298	18,163
Public safety and correctional services	191,141	21,339	2,716	215,196
Public education	1,214,038	440,034	240,865	1,894,937
Economic and community development	16,603	13,687	19,251	49,541
Employment and training			304	304
Total appropriations	3,449,526	1,572,436	1,402,656	6,424,618
Plus: Net increase in special fund revenue due to current revision in revenue estimates; Department of Transportation undistributed revenue		105		105
Grand total appropriations	$3,449,526	$1,572,541	$1,402,656	$6,424,723[2]

[1] Recorded as Debt Service Fund for accounting purposes.

[2] Amounts are reported as of July 1, 1983 and do not reflect revisions, if any, subsequent to that date.

STATISTICAL SECTION

STATE OF MARYLAND
Schedule of General Government
Revenues by Source, Expenditures by Function and Other
Sources (Uses) of Financial Resources and Changes in Fund Balances
General, Special Revenue, Debt Service and Capital Projects Funds
Last Nine Fiscal Years [1]
(Expressed in Thousands)

	Year ended June 30,								
	1983	1982	1981	1980	1979	1978	1977	1976	1975
Revenues:									
Income taxes	$1,558,515	$1,452,355	$1,363,909	$1,219,352	$1,107,459	$ 996,920	$ 908,254	$ 834,592	$ 743,700
Retail sales and use taxes	865,087	797,397	753,674	712,815	699,188	628,059	465,858	419,412	396,019
Motor vehicle taxes and fees	518,274	436,633	417,302	414,178	431,010	415,057	372,294	345,509	322,764
Other taxes	550,664	510,021	478,221	438,558	395,457	354,245	360,193	289,334	269,343
Other licenses and fees	57,488	49,426	38,463	35,882	35,732	36,404	32,928	30,137	26,148
Charges for services	185,585	193,157	174,986	143,331	117,219	190,156	171,167	143,778	125,449
Interest and other investment income	96,621	124,999	115,358	111,239	79,554	34,807	22,345	16,577	26,902
Other	87,588	80,872	107,517	123,157	135,679	41,028	16,102	11,790	24,303
Federal revenue	1,097,953	928,906	1,029,790	996,053	881,964	834,945	782,711	680,654	586,097
Total revenues	5,017,775	4,573,766	4,479,220	4,194,565	3,883,262	3,531,621	3,131,852	2,771,783	2,520,725
Expenditures:									
Current:									
General government	217,869	205,972	197,909	248,079	147,529	202,922	181,996	160,630	126,507
Education	956,799	934,163	891,961	816,402	740,997	693,981	631,146	586,558	546,031
Human resources	521,613	465,299	510,244	426,150	375,058	350,067	324,843	303,170	256,411
Health and mental hygiene	1,025,195	896,743	860,286	769,676	657,604	590,447	531,074	499,348	449,575
Transportation	775,800	666,070	655,324	619,629	571,347	614,773	565,283	551,004	553,124
Public safety and judicial	333,387	286,223	270,379	266,028	271,390	207,704	195,347	186,110	152,343
Economic and community development	21,137	17,238	18,464	13,754	10,719	9,457	8,431	8,548	7,815
Natural resources and recreation	59,487	53,974	56,238	42,022	44,809	43,577	39,050	37,255	36,151
Agriculture	18,655	16,662	13,232	9,971	9,162	8,280	6,871	6,439	6,109
Personnel and retirement	414,860	334,725	333,892	323,618	308,033	260,790	223,781	179,841	153,880
Intergovernmental	410,436	376,043	466,260	392,772	390,334	[2]	[2]	[2]	[2]
Debt service	436,328	411,313	315,868	293,895	269,810	283,321	254,561	223,288	184,846
Capital outlay	149,936	128,424	96,787	70,249	58,801	282,384	306,987	405,440	364,820
Total expenditures	5,341,502	4,792,849	4,686,844	4,292,245	3,855,593	3,547,703	3,269,370	3,147,631	2,837,612
Excess (deficiency) of revenues over expenditures	(323,727)	(219,083)	(207,624)	(97,680)	27,669	(16,082)	(137,518)	(375,848)	(316,887)
Other sources (uses) of financial resources:									
Proceeds from bond issues	473,105	253,880	444,335	162,310	120,000	218,145	498,112	501,493	398,558
Operating transfers in	201,668	208,341	171,422	166,702	130,081	112,947	57,026	23,804	16,653
Operating transfers out	(362,651)	(322,959)	(308,330)	(292,657)	(258,497)	(170,662)	(158,160)	(170,059)	(152,805)
Net other sources (uses) of financial resources	312,122	139,262	307,427	36,355	(8,416)	160,430	396,978	355,238	262,406
Excess (deficiency) of revenues over expenditures and net other sources (uses) of financial resources	(11,605)	(79,821)	99,803	(61,325)	19,253	144,348	259,460	(20,610)	(54,481)
Fund balance, July 1	717,168	803,584	693,781	742,106	514,366	370,018	110,558	131,168	185,649
Adjustments					208,487[3]				
Fund balance, July 1, as restated	717,168	803,584	693,781	742,106	722,853	370,018	110,558	131,168	185,649
Equity transfers	8,000[5]	(6,595)[4]	10,000	13,000					
Fund balance, June 30	$ 713,563	$ 717,168	$ 803,584	$ 693,781	$ 742,106	$ 514,366	$ 370,018	$ 110,558	$ 131 168

Source: General Accounting Division, State Comptroller's Office

[1] Information is not available prior to 1975.

[2] Intergovernmental expenditures for the years 1975 through 1978 are included in current and capital outlay expenditures.

[3] Certain adjustments were made to fund balances as of July 1, 1978 to present the financial statements for the year ended June 30, 1979 in conformity with generally accepted accounting principles. These adjustments principally consist of adjustments to revenues and expenditures of prior years reported in Budgetary Funds. It is not practicable to adjust the financial statements of prior years to reflect these adjustments.

[4] Effective July 1, 1981, the Maryland Higher Education Loan Corporation's activities were recorded in the enterprise funds and its beginning equity was reclassified from the general fund balance to the retained earnings in the enterprise funds.

[5] During 1983 the Lottery returned $8,000,000 to the General Fund. This return of contributed capital has been reported as an equity transfer.

STATE OF MARYLAND
Schedule of Property Tax Levies and Collections
Last Ten Fiscal Years
(Expressed in Thousands)

Fiscal Year	Total Tax Levy	Current Tax Collections	Percentage of Levy Collected	Delinquent Tax Collections	Total Tax Collections	Percentage of Total Tax Collections To Tax Levy	Outstanding Delinquent Taxes	Percentage of Delinquent Taxes to Tax Levy
1983	$110,224	$104,724	95.01%	$3,899	$108,623	98.55%	$7,269	6.59%
1982	101,418	97,200	95.84	1,888	99,088	97.70	5,668	5.59
1981	88,873	86,320	97.13	2,114	88,434	99.51	3,338	3.77
1980	82,777	80,668	97.45	2,183	82,851	100.09	2,899	3.50
1979	72,932	70,978	97.32	1,661	72,639	99.60	2,973	4.08
1978	79,935	77,703	97.21	2,404	80,107	100.22	2,680	3.35
1977	72,365	70,525	97.46	1,617	72,142	99.69	2,852	3.94
1976	59,762	57,891	96.87	1,585	59,476	99.52	2,629	4.40
1975	52,432	50,686	96.67	1,392	52,078	99.32	2,343	4.47
1974	50,231	48,650	96.85	1,086	49,736	99.01	1,989	3.96

Source: Miscellaneous Revenue Division, State Comptroller's Office

STATE OF MARYLAND
Schedule of Assessed and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years
(Expressed in Thousands)

	Real Property		Personal Property		Total		Ratio of Total Assessed to Total Estimated Actual Value
Fiscal Year	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	
1983	$37,955,616	$83,173,437	$14,270,604	$14,270,604	$52,226,220	$97,444,041	53.6%
1982	35,220,079	74,936,338	12,544,327	12,544,327	47,764,406	87,480,665	54.6
1981	32,352,018	68,834,081	11,342,424	11,342,424	43,694,442	80,176,505	54.5
1980	30,912,809	65,771,934	10,290,728	10,290,728	41,203,537	76,062,662	54.2
1979	26,911,027	57,257,504	9,470,369	9,470,369	36,381,396	66,727,873	54.5
1978	25,595,978	51,191,956	9,050,193	9,050,193	34,646,171	60,242,149	57.5
1977	23,222,421	46,444,842	8,170,869	8,170,869	31,393,290	54,615,711	57.5
1976	20,887,037	41,774,074	7,359,135	7,359,135	28,246,172	49,133,209	57.5
1975	18,353,376	36,706,752	6,553,113	6,553,113	24,906,489	43,259,865	57.6
1974	17,745,981	29,576,635	6,129,932	6,129,932	23,875,913	35,706,567	66.9

Source: *The Thirtieth through the Thirty-Ninth Report of The Department of Assessment and Taxation.*

STATE OF MARYLAND
Schedule of Property Tax Rates—
(Per $100 of Assessed Value)
All Overlapping Governments
Last Ten Fiscal Years

	1983	1982	1981	1980	1979	1978	1977	1976	1975	1974
State of Maryland	$ .21	$ .21	$ .20	$ .20	$ .23	$ .23	$ .23	$ .21	$ .21	$ .21
Subdivisions:										
Allegany	2.11	2.21	2.22	2.19	2.35	2.42	2.40	2.40	2.40	2.65
Anne Arundel	2.31	2.46	2.23	2.15	2.15	2.42	2.60	2.30	1.81	2.59
Baltimore County	2.95	2.98	2.93	2.93	2.99	3.05	3.11	3.11	3.21	3.29
Calvert	1.96	1.96	2.00	2.00	2.10	2.30	2.55	2.55	2.60	2.70
Caroline	2.16	2.16	2.16	2.16	2.30	2.38	2.15	2.25	2.75	2.90
Carroll	2.04	2.12	2.12	1.93	2.15	2.40	2.50	2.50	2.50	2.56
Cecil	2.40	2.40	2.40	2.30	2.35	2.50	2.50	2.45	2.45	2.50
Charles	2.17	2.17	2.07	2.14	2.14	2.27	2.42	2.42	2.42	3.05
Dorchester	2.24	2.24	2.29	2.34	2.45	2.59	2.69	2.69	2.69	2.84
Frederick	2.25	2.28	2.28	2.11	2.23	2.40	2.40	2.40	2.40	2.40
Garrett	3.02	3.22	3.31	2.37	2.45	2.63	2.73	2.73	2.73	2.73
Harford	2.55	2.55	2.43	2.41	2.44	2.75	2.97	2.90	2.54	2.66
Howard	2.39	2.45	2.23	2.28	2.43	2.63	2.49	2.44	2.25	2.50
Kent	2.00	2.00	2.00	2.00	2.05	2.34	2.44	2.54	2.64	2.74
Montgomery	2.27	2.27	2.34	2.35	2.60	2.73	2.78	2.83	2.53	2.58
Prince George's	2.63	2.60	2.69	3.04	3.31	3.41	3.37	3.37	3.37	3.37
Queen Anne's	1.94	1.94	1.94	1.44	1.44	1.58	1.80	2.10	2.40	2.48
Somerset	1.80	1.80	1.80	1.80	1.90	1.90	1.90	2.00	2.00	2.20
St. Mary's	1.99	1.99	1.99	2.01	2.15	2.15	2.40	2.55	2.55	2.55
Talbot	1.34	1.42	1.49	1.51	1.69	1.75	1.91	2.00	2.00	2.10
Washington	1.98	2.07	2.19	2.21	2.46	2.50	2.60	2.60	2.50	2.50
Wicomico	1.78	1.78	1.78	1.70	1.60	1.73	1.90	1.90	1.85	1.97
Worcester	1.55	1.59	1.53	1.38	1.60	1.60	1.65	1.75	1.75	1.75
Baltimore City	5.96	5.97	5.93	5.94	5.97	5.99	5.88	6.02	6.09	5.83

Source: *The Thirtieth through the Thirty-Ninth Report of the Department of Assessment and Taxation.*

STATE OF MARYLAND
Schedule of Ratio of General Long-term Debt
to Assessed Value and General Long-term Debt Per Capita
Last Ten Fiscal Years

Fiscal Year	(Expressed in Thousands) Estimated Population [1]	Assessed Value [1]	General Long-Term Debt [2][3]	Ratio of General Long-Term Debt to Assessed Value	General Long-Term Debt per Capita
1983	4,319	$52,226,220	$3,167,090	6.06%	$733
1982	4,265	47,764,406	2,952,610	6.18	692
1981	4,216	43,694,442	2,943,560	6.74	698
1980	4,193	41,203,537	2,669,365	6.48	637
1979	4,149	36,381,396	2,669,310	7.34	643
1978	4,148	34,696,171	2,684,455	7.74	647
1977	4,139	31,393,290	2,595,449	8.27	627
1976	4,125	28,246,172	2,224,069	7.87	539
1975	4,111	24,906,489	1,835,189	7.37	446
1974	4,100	23,875,913	1,491,737	6.25	364

[1] Source: *Thirty-Ninth Report of the State Department of Assessments and Taxation*, dated January 1983. Amounts shown are the State's assessable base only.
[2] Source: Miscellaneous Revenue Division, State Comptroller's Office
[3] Includes all long-term general obligation and transportation bonds.

STATE OF MARYLAND
Schedule of Ratio of Annual Debt Service for General Long-term Debt to Total General Expenditures
Last Nine Fiscal Years [1]

Fiscal Year	(Expressed in Thousands) Principal	Interest	Total Debt Service	Total General Expenditures [3]	Ratio of Debt Service to General Expenditures (Percent)
1983	$192,625[2]	$183,703[2]	$376,328	$4,907,011	7.67%
1982	184,830[2]	166,483[2]	351,313	4,719,043	7.44
1981	173,015	142,853	315,868	4,726,965	6.68
1980	159,985	133,910	293,895	4,198,951	7.00
1979	133,969	135,841	269,810	3,77[illegible],208	7.14
1978	149,739	133,582	283,321	3,323,034	8.53
1977	135,380	119,181	254,561	3,063,517	8.31
1976	119,673	103,615	223,288	2,888,446	7.73
1975	106,568	78,278	184,846	2,608,944	7.09

[1] Information on a comparative basis is not available prior to 1975.
[2] Excludes $60,000,000 of Bond Anticipation Notes for the Department of Transportation which were refinanced in fiscal year 1983 and 1982, respectively.
[3] Total general governmental expenditures plus net operating transfers less capital outlays.

Source: General Accounting Division, State Comptroller's Office

STATE OF MARYLAND
Schedule of Revenue Bond Coverage
Last Five Fiscal Years
(Expressed in Thousands)

	MARYLAND TRANSPORTATION AUTHORITY						
Fiscal Year	Gross Revenues	Direct Operating Expenses	Net Revenue Available for Debt Service	Debt Service Requirements Principal	Interest	Total	Coverage
1983	$67,411	$17,759	$49,652	$970	$7,815	$8,785	5.65
1982	65,014	16,713	48,301	905	7,861	8,766	5.51
1981	63,797	15,436	48,361	850	7,903	8,753	5.53
1980	60,763	13,597	47,166	795	[illegible],941	8,736	5.40
1979 [1]	50,591	11,073	39,518	745	7,975	8,720	4.53

[1] Presented for the period August 24, 1978 through June 30, 197[illegible], the period since the operations of its transportation facilities were combined.

Source: Maryland Transportation Authority.

STATE OF MARYLAND
Schedule of Taxes Pledged to Consolidated Transportation Bonds and Net Revenues as Defined for Purposes of Consolidated Transportation Bonds Coverage Tests
Last Seven Fiscal Years
(Expressed in Thousands) [1] [2]

	Year Ended June 30,						
	1983	1982	1981	1980	1979	1978	1977
Revenues:							
Taxes and fees:							
Taxes pledged to bonds	$297,603	$245,732	$236,588	$216,428	$227,546	$216,734	$189,864
Other taxes and fees	106,298	102,956	105,680	59,926	61,094	59,211	56,801
Total taxes and fees	403,901	348,688	342,268	276,354	288,640	275,945	246,665
Operating revenues	100,292	96,548	87,912	80,073	67,463	61,368	54,978
Investment income	6,432	21,261	10,308	3,616	5,682	7,568	6,245
Other	1,093	971	1,046	1,299	796	670	776
Transfer—Maryland Transportation Authority			10,000	13,000			
Total revenues	511,718	467,468	451,534	374,342	362,581	345,551	308,664
Administration, operation and maintenance expenditures	317,104	280,561	258,906	221,438	192,828	170,235	154,788
Less federal funds	(19,220)	(30,394)	(35,160)	(16,288)	(24,191)	(11,973)	(20,386)
Total	297,884	250,167	223,746	205,150	168,637	158,262	134,402
Net revenues	$213,834	$217,301	$227,788	$169,192	$193,944	$187,289	$174,262
Maximum annual principal and interest requirements	$53,008	$50,325	$50,894	$49,216	$53,065	$55,041	$55,041
Ratio of net revenues to maximum annual principal and interest requirements	4.03	4.32	4.48	3.44	3.65	3.40	3.17
Ratio of taxes pledged to bonds to maximum annual principal and interest requirements	5.61	4.88	4.65	4.40	4.29	3.94	(3)

Source: Office of the Secretary of the Department of Transportation.

[1] Under the terms of the bond authorizing resolutions, additional Consolidated Transportation Bonds may be issued, provided, among other conditions, that (i) total receipts, less administration, operation and maintenance expenditures for the preceding fiscal year equal at least two times maximum annual debt service on all Consolidated Transportation Bonds outstanding and to be issued and any then outstanding Maryland Port Authority Loans and that (ii) total proceeds from pledged taxes equal at least two times maximum annual debt service on all Consolidated Transportation Bonds outstanding and to be issued and any then outstanding Maryland Port Authority Loans.

[2] Information is not available prior to 1977.

[3] The terms of the bond authorizing resolutions did not include this bonds coverage test during 1977.

STATE OF MARYLAND
Demographic Statistics
Last Ten Fiscal Years

Fiscal Year	Population [1]	Per Capita Income [2]	School Enrollment [3]	Unemployment Rate [4]
1983	4,319,000	N/A	909,418	8.0%
1982	4,265,000	$12,194	925,622	8.4
1981	4,216,000	11,477	950,548	7.3
1980	4,193,000	10,399	971,236	6.5
1979	4,149,000	9,323	1,000,435	5.9
1978	4,148,000	8,419	1,028,402	5.6
1977	4,139,000	7,546	1,040,163	6.1
1976	4,125,000	6,981	1,053,859	6.8
1975	4,111,000	6,410	1,049,546	6.9
1974	4,100,000	5,974	1,088,007	4.7

Sources:

[1] U.S. Department of Commerce, Bureau of Census

[2] U.S. Department of Commerce, Bureau of Economic Analysis

[3] State Departments of Education and Higher Education

[4] State Department of Human Resources

N/A—Not available at this date.

STATE OF MARYLAND
Property Value and Bank Deposits
Last Ten Fiscal Years
(Expressed in Thousands)

Fiscal Year	Bank Deposits [1]	Property Value [2]			
		Commercial	Residential	Agricultural	Non-taxable
1983	N/A	$20,438,543	$60,083,363	$2,714,094	$19,489,301
1982	$13,831,000	18,742,865	53,639,482	2,553,991	16,868,085
1981	13,462,000	17,348,890	49,036,259	2,448,932	16,808,511
1980	12,727,000	16,929,467	46,452,163	2,390,304	15,235,589
1979	11,703,000	15,119,637	39,887,306	2,250,561	14,539,843
1978	10,926,000	14,253,287	34,893,405	2,045,264	12,577,964
1977	10,100,000	12,565,388	31,910,960	1,968,494	11,820,176
1976	9,033,000	11,175,924	28,750,184	1,847,966	10,693,722
1975	N/A	10,013,071	25,049,068	1,644,613	9,087,102
1974	N/A	8,048,017	20,136,299	1,392,319	6,570,403

Sources:
[1] First National Bank of Maryland
[2] State Department of Assessments and Taxation.
N/A—Not available at this date.

STATE OF MARYLAND
Schedule of Miscellaneous Statistics
June 30, 1983

Date of Ratification	1788
Form of government	Legislative - Executive - Judicial
Miles of State Highways	5,241
Land Area	9,874
State Police Protection:	
Number of Stations	22
Number of State police	1,533
Higher Education (Universities, Colleges and Community Colleges)	
Number of Campuses in State	32
Number of educators	5,354
Number of students	238,952
Recreation:	
Number of State Parks	35
Area of State Parks	90,069 acres
Forest	107,931 acres
Employees	86,868

Source: General Accounting Division, State Comptroller's Office